PROSPECTUS

MULTI UNITS FRANCE

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MANAGEMENT AND OPERATIONS: GENERAL CHARACTERISTICS

LEGAL FORM
A French SICAV fund formed in France

NAME
MULTI UNITS FRANCE.

LEGAL STRUCTURE AND MEMBER STATE IN WHICH THE FUND WAS CREATED
MULTI UNITS FRANCE is a French SICAV mutual fund, registered in France.
Registered office address: Tour Société Générale, 17 cours Valmy, 92800 Puteaux, FRANCE.
Registered in the Nanterre trade register under No. 441 298 163.

DATE ESTABLISHED AND INTENDED TERM
The MULTI UNITS FRANCE fund was established on 4 March 2002 for a period of 99 years.

PUBLICATION DATE
This prospectus was published on 13/10/2016.

KEY INFORMATION

SUB-FUND NO. 1: LYXOR UCITS ETF BEL 20 TR

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0000021842	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Brussels (Brussels)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 2: LYXOR UCITS ETF EUROMTS ALL-MATURITY INVESTMENT GRADE (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010028860	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt) NYSE Euronext (Paris) Borsa Italiana (Milan) SIX Swiss Exchange (Switzerland), London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 3: LYXOR UCITS ETF EUROMTS 3-5YINVESTMENT GRADE (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010037234	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt) NYSE Euronext (Paris) Borsa Italiana (Milan), Six Swiss Exchange (Zurich)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 4: LYXOR UCITS ETF EUROMTS 10-15Y INVESTMENT GRADE (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010037242	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt) NYSE Euronext (Paris) Borsa Italiana (Milan), Six Swiss Exchange (Zurich)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 5: LYXOR UCITS ETF EUROMTS INFLATION LINKED INVESTMENT GRADE (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010174292	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt) NYSE Euronext (Paris) Borsa Italiana (Milan), Six Swiss Exchange (Zurich), London Stock Exchange (Londres)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 6: LYXOR UCITS ETF EUROMTS 1-3Y INVESTMENT GRADE (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010222224	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt), NYSE Euronext (Paris) Borsa Italiana (Milan) Six Swiss Exchange (Zurich)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 7: LYXOR UCITS ETF FTSE ALL SHARE

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010438150	Accumulation and/or Distribution	GBP	This sub-fund is available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 8: LYXOR UCITS ETF FTSE 100

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-GBP	FR0010438127	Accumulation	GBP	These shares to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (Londres) Borsa Italiana (Milan) NYSE Euronext (Paris)
D-GBP	FR0011833102	Accumulation and/or Distribution	GBP	These shares are available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
Monthly Hedged C-EUR	FR0013186574	Accumulation	EUR	These shares are available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged C-USD	FR0013186582	Accumulation	USD	These shares are available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 9: LYXOR UCITS ETF FTSE 250

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010438135	Accumulation and/or Distribution	GBP	This sub-fund is available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 10: LYXOR UCITS ETF KUWAIT (FTSE COAST KUWAIT 40

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010614834	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 11: LYXOR UCITS ETF IBOXX $ TREASURIES 10Y + (DR)

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010961003	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, SIX Swiss Exchange (Zurich), Borsa Italiana (Milan), London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 12: LYXOR UCITS ETF IBOXX $ LIQUID EMERGING MARKETS SOVEREIGNS

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010967323	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, SIX Swiss Exchange (Zurich), Borsa Italiana (Milan), London Stock Exchange (London), Deutsche Börse (Frankfurt)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 13: LYXOR UCITS ETF IBOXX € LIQUID HIGH YIELD 30 EX-FINANCIAL

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0010975771	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, SIX Swiss Exchange (Zurich), Borsa Italiana (Milan), Deutsche Börse (Frankfurt) London Stock Exchange (London)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 14: LYXOR UCITS ETF DAILY LEVERAGED BTP

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0011023639	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Borsa Italiana (Milan), NYSE Euronext Paris

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 15: LYXOR UCITS ETF DAILY LEVERAGED BUND

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0011023654	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsche Börse (Frankfurt) NYSE Euronext Paris, Borsa Italiana (Milan)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 16: LYXOR UCITS ETF DAILY DOUBLE SHORT BTP

ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
FR0011023621	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Borsa Ilaliana (Milan) NYSE Euronext Paris

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 17: LYXOR UCITS ETF MSCI INDONESIA

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011067511	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Deutsche Börse (Germany), Borsa Italiana (Italy)
C-USD	FR0011070374	Accumulation	USD	Available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	Singapore Exchange Trading Securities Limited (Singapore), London Stock Exchange (London), Luxembourg stock exchange (Luxembourg)
D-EUR	FR0011070366	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-USD	FR0011070382	Accumulation and/or Distribution	USD	Available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 18: LYXOR UCITS ETF THAILAND (SET50 NET TR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011067529	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Deutsche Börse (Frankfurt), Borsa Italiana (Milan)
C-USD	FR0011070440	Accumulation	USD	Available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	Singapore Exchange Trading SecuritiesLimited (Singapore), London Stock Exchange (London), Luxembourg Stock Exchange (Luxembourg)
D-USD	FR0011070424	Accumulation and/or Distribution	USD	Available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011070432	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 19: LYXOR UCITS ETF MSCI ALL COUNTRY WORLD

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011079466	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Borsa Italiana (Milan), Deutsche Börse (Frankfurt)
C-USD	FR0011093418	Accumulation	USD	C-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	London Stock Exchange (London), Luxembourg Stock Exchange (Luxembourg)
D-EUR	FR0011092477	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-USD	FR 0011092485	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 20: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 1-3Y (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011146315	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, Borsa Italiana (Milan), Six Swiss Exchange (Zurich), Deutsche Börse (Xetra)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 21: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 3-5Y (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011146349	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, Borsa Italiana (Milan), Six Swiss Exchange (Zurich), Deutsche Börse (Xetra)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 22: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 5-7Y (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011146356	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, Borsa Italiana (Milan), Six Swiss Exchange (Zurich), Deutsche Börse (Xetra)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 23: LYXOR UCITS ETF MTS BTP 1-3Y ITALY GOVERNMENT BOND (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011313741	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Borsa Italiana (Milan)
D-EUR	FR0011316124	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 24: LYXOR UCITS ETF MTS 1-3 Y FRANCE GOVERNMENT BOND (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011313733	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)
D-EUR	FR0011316496	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 25: LYXOR UCITS ETF UNLEVERAGED S&P 500 VIX FUTURES ENHANCED ROLL

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011376565	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, Borsa Italiana (Milan), Deutsch Börse (Frankfurt)
C-USD	FR0011376573	Accumulation	USD	This share class is available to all investors	The USD equivalent of EUR 100,000 N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 26: LYXOR UCITS ETF BONO 10Y – MTS SPAIN GOVERNMENT BOND (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange

C-EUR	FR0011384148	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Bolsa de Madrid
D-EUR	FR0011384155	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 27: LYXOR UCITS ETF MTS 1-3Y SPAIN GOVERNMENT BOND (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011501618	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)
D-EUR	FR0011501634	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 28: LYXOR UCITS ETF BTP 10Y – MTS Italy Government Bond (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011548106	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris),Borsa Italiana (Milan)
D-EUR	FR0011548114	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 29: LYXOR UCITS ETF CSI 300 A-SHARE

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011526870	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market None on the secondary market(1)	N/A
D-EUR	FR0011526896	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market None on the secondary market(1)	N/A
C-USD	FR0011526904	Accumulation	USD	This share class is available to all investors	USD 100,000 on the primary market None on the secondary market(1)	NYSE Euronext (Paris), London Stock Exchange (London)
D-USD	FR0011526862	Accumulation and/or Distribution	USD	This share class is available to all investors	USD 100,000 on the primary market None on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 30: LYXOR UCITS ETF MSCI EM LATIN AMERICA PEA

Share class	ISIN code	Allocation of distributable amounts	Curren cy	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011551019	Accumulation	EUR	The Sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 31: LYXOR UCITS ETF MSCI MEXICO

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-USD	FR0011614114	Accumulation	USD	C-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	NYSE Euronext (Paris), London Stock Exchange
D-USD	FR0011614122	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	N/A
C-EUR	FR0011614130	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011614155	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-GBP	FR0011614163	Accumulation	GBP	C-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A
D-GBP	FR0011614171	Accumulation and/or Distribution	GBP	D-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 32: LYXOR UCITS ETF MSCI EM BEYOND BRIC

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-USD	FR0011637925	Accumulation	USD	C-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	NYSE Euronext (Paris), London Stock Exchange (London).
D-USD	FR0011637958	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	N/A
C-EUR	FR0011637966	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011637974	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-GBP	FR0011637982	Accumulation	GBP	C-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A
D-GBP	FR0011637990	Accumulation and/or Distribution	GBP	D-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 33: LYXOR UCITS ETF MSCI Select OECD Emerging Markets GDP

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-USD	FR0011646488	Accumulation	USD	C-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	N/A
D-USD	FR0011646496	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	On the primary market, the USD equivalent of 100,000 euros N/A on the secondary market(1)	N/A
C-EUR	FR0011645605	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)
D-EUR	FR0011645688	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-GBP	FR0011646504	Accumulation	GBP	C-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A
D-GBP	FR0011646512	Accumulation and/or Distribution	GBP	D-GBP shares are available to all investors	The GBP equivalent of 100,000 euros on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 34: LYXOR UCITS ETF EURO STOXX BANKS

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011645647	Accumulation	EUR	This share class is available to all investors	EUR 100,000 on the primary market None on the secondary market(1)	NYSE Euronext (Paris), Borsa Italiana
D-EUR	FR0011645662	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market None on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 35: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y US TREASURY

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-USD	FR0011607084	Accumulation	USD	C-USD shares are available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Borsa Italiana, London Stock Exchange (London)
D-USD	FR0011607340	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	Equivalent en USfD à EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-EUR	FR0011607662	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011607688	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 36: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y UK GILTS

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-GBP	FR0011614031	Accumulation	GBP	C-GBP shares are available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London), Luxembourg Stock Exchange
D-GBP	FR0011614064	Accumulation and/or Distribution	GBP	D-GBP shares are available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-USD	FR0011614072	Accumulation	USD	C-USD shares are available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-USD	FR0011614080	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-EUR	FR0011614098	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011614106	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 37: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y JAPAN GOVT BONDS

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-USD	FR0011614189	Accumulation	USD	C-USD shares are available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), London Stock Exchange (London)
D-USD	FR0011614205	Accumulation and/or Distribution	USD	D-USD shares are available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-EUR	FR0011614213	Accumulation	EUR	C-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0011614221	Accumulation and/or Distribution	EUR	D-EUR shares are available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 38: LYXOR UCITS ETF FTSE Italia Mid Cap

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011758085	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Borsa Italiana

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 39: LYXOR UCITS ETF MSCI Europe Small Cap

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011779081	Accumulation and/or Distribution	EUR	This share class is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext(Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 40: LYXOR UCITS ETF MSCI EMU Mid Cap

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011779065	Accumulation and/or Distribution	EUR	This share class is available to all investors	The USD equivalent of EUR 100,000 market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 41: LYXOR UCITS ETF MSCI Europe Mid Cap

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011779073	Accumulation and/or Distribution	EUR	This share class is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 42: LYXOR UCITS ETF IBEX Mid

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011855188	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Bolsa de Madrid

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND NO. 43: LYXOR UCITS ETF GERMAN MID-CAP MIDAX

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
D-EUR	FR0011857234	Accumulation and/or Distribution	EUR	This share class is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	Deutsch Börse

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND No. 44: LYXOR FORTUNE SG UCITS ETF MSCI CHINA A (DR)

Share class	ISIN CODES	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011720903	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-USD	FR0011720911	Accumulation	USD	Available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	Euronext Paris, London Stock Exchange (London), , Borsa Italiana, Six Swiss Exchange (Zurich)
C-RMB	FR0011720937	Accumulation	RMB	Available to all investors	The RMB equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND No. 45: LYXOR UCITS ETF FINVEX SUSTAINABILITYLOW VOLATILITY EUROPE

Share class	ISIN CODES	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0011928159	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is no minimum purchase or sale amount unless required by the relevant exchange(s).

SUB-FUND N°46: LYXOR JPX-NIKKEI 400UCITS ETF (DR)

Share class	ISIN CODES	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0012144582	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Amsterdam, London Stock Exchange, Six Swiss Exchange (Zurich)
Daily Hedged C-EUR	FR0012154821	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext Paris
D-EUR	FR0012169746	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
Daily Hedged D-EUR	FR0012169753	Accumulation and/or Distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
Daily Hedged C-USD	FR0012329159	Accumulation	USD	Available to all investors	The USD equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	London Stock Exchange, Luxembourg Stock Exchange
Daily Hedged D-USD	FR0012329134	Accumulation and/or distribution	USD	Available to all investors	The USD equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	N/A
Daily Hedged C-GBP	FR0012329142	Accumulation	GBP	Available to all investors	The GBP equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	London Stock Exchange, Luxembourg Stock Exchange
Daily Hedged D-GBP	FR0012329126	Accumulation and/or distribution	GBP	Available to all investors	The GBP equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	N/A
Daily Hedged C-CHF	FR0012750552	Accumulation	CHF	Available to all investors	The CHF equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	SIX Swiss Exchange (Switzerland)

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

SUB-FUND No. 47: LYXOR UCITS ETF iBoxx Germany 1-3Y (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0012283398	Accumulation	EUR	The Sub-fund is available to all investors	100,000 EUR on the primary market N/A on the secondary market (1)	Xetra.

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

SUB-FUND No. 48: LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y

Share class	ISIN CODES	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or purchase / sale (secondary market)	Listing exchange
C-EUR	FR0012386696	Accumulation	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris), Borsa Italiana, Deutsch Boerse
D-EUR	FR0012386704	Accumulation and/or distribution	EUR	Available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 49: LYXOR ULTRA LONG DURATIONEURO GOVT FTSE MTS 25+Y UCITS ETF (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0012538148	Accumulation	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 50: LYXOR ULTRA LONG DURATION LOWEST RATED IG EURO GOVT UCITS ETF (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-EUR	FR0012612547	Accumulation	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	NYSE Euronext (Paris)

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 51: Lyxor MSCI North America UCITS ETF

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-USD	FR0012647428	Accumulation	USD	This sub-fund is available to all investors	The USD equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	NYSE Euronext Paris, London Stock Exchange (Londres)
D-USD	FR0012647402	Accumulation and/or distribution	USD	This sub-fund is available to all investors	The USD equivalent of 100,000 EUR on the primary market N/A on the secondary market(1)	N/A
C-EUR	FR0012613487	Accumulation	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0012613495	Accumulation and/or distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 52: Lyxor FTSE USA Minimum Variance UCITS ETF

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-USD	FR0012726560	Accumulation	USD	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London),NYSE Euronext (Paris)
D-USD	FR0012726578	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
C-EUR	FR0012726586	Accumulation	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A
D-EUR	FR0012726594	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(1) There is nominimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 53: LYXOR Fortune SG China Sovereign Bonds UCITS ETF (DR)

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-USD	FR0012698157	Accumulation	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	London Stock Exchange (London)
D-USD	FR0012698165	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	The USD equivalent ofEUR 100,000 on the primary market N/A on the secondary market(1)	N/A

(2) There is no minimum purchase or sale amount other than that which may be required by the exchange.

Sub-fund No. 54: LYXOR MSCI WORLD EX EMU UCITS ETF

Share class	ISIN code	Allocation of distributable amounts	Currency	Eligible investors	Minimum amount for subscription / redemption (primary market) or for purchase / sale (secondary market)	Listing exchange
C-USD	FR0013209921	Accumulation	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
D-USD	FR0013209939	Accumulation and/or Distribution	USD	This sub-fund is available to all investors	The USD equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged C-EUR	FR0013209947	Accumulation	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged D-EUR	FR0013209954	Accumulation and/or Distribution	EUR	This sub-fund is available to all investors	EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged C-GBP	FR0013209962	Accumulation	GBP	This sub-fund is available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged D-GBP	FR0013209970	Accumulation and/or Distribution	GBP	This sub-fund is available to all investors	The GBP equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged C-CHF	FR0013209988	Accumulation	CHF	This sub-fund is available to all investors	The CHF equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	
Monthly Hedged D-CHF	FR0013209996	Accumulation and/or Distribution	CHF	This sub-fund is available to all investors	The CHF equivalent of EUR 100,000 on the primary market N/A on the secondary market(1)	

(1) There is no minimum purchase or sale amount other than that which may be required by the exchange.

WHERE TO OBTAIN THE MOST RECENT ANNUAL AND INTERIM REPORTS
Shareholders will be sent the most recent annual documents and the asset inventory within eight business days after submitting a written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT.
17 Cours Valmy - 92987 Paris La Défense France
E-mail: contact@lyxor.com.
More information can be requested on Lyxor's website atwww.lyxoretf.com

SERVICE PROVIDERS

ASSET MANAGEMENT BY DELEGATION
LYXOR INTERNATIONAL ASSET MANAGEMENT.
A French simplified joint-stock company (Société par Actions Simplifiée - SAS.
Registered office: 17 Cours Valmy - 92987 Paris La Défense France.
Postal address: Tour Société Générale - S06.133 - 17, Cours Valmy - 92987 Paris-La Défense Cedex – FRANCE.

DEPOSITARY & CUSTODIAN
SOCIÉTÉ GÉNÉRALE.
A credit institution founded on 4 May 1864 by special decree of Napoleon III.
Registered office: 29, bd Haussmann - 75009 Paris – FRANCE.
Postal address: 75886 Paris Cedex 18

TRANSFER AGENT AND REGISTRAR
By delegation from Lyxor International Asset Management:
SOCIÉTÉ GÉNÉRALE.
A credit institution founded on 4 May 1864 by special decree of Napoleon III.
Registered office: 29, bd Haussmann - 75009 Paris – FRANCE.
Postal address: 32 rue du champ de tir - 44000 Nantes - France

AUDITOR
PRICEWATERHOUSECOOPERS AUDIT.
A French joint-stock company.
Registered office: 3, rue de Villiers - 92208 Neuilly-sur-Seine - France.
Signatary: Marie-Christine Jetil.

ADMINISTRATION AND ACCOUNTING
LYXOR INTERNATIONAL ASSET MANAGEMENT will delegate the Sub-fund's administration and accounting to:
Société Générale Securities Services Net Asset Value.
Immeuble Colline Sud - 10, passage de l'Arche - 92081 Paris-La Défense Cedex – FRANCE.

The services that Société Générale Securities Services Net Asset Value provides to Lyxor International Asset Management consist of assisting it with the Sub-fund's administration and accounting, and more specifically in calculating its net asset value and in providing the information and materials required to prepare its annual reports, regulatory filings and statistics for the Banque de France.

MARKET MAKER
The following financial institution (the "Market Maker") is responsible for making a market in the shares of the Sub-fund's sub-funds.:

Société Générale Corporate and Investment Banking - Tour Société Générale, 17 Cours Valmy, 92987 Paris-La Défense, FRANCE.

MEMBERS OF THE EXECUTIVE AND SUPERVISORY BODIES
BOARD OF DIRECTORS
Chairman and Director: Guilhem Tosi.
Director: Lyxor international asset management, represented by Lionel PAQUIN
Director: Société Générale, represented by Tanguy Aumon
Director: Clarisse Djabbari Guilani

MANAGING DIRECTOR
Guilhem TOSI

SHARE CHARACTERISTICS
Shares are registered in a register in the name of the entities that keep the accounts of unit-holders on their behalf. The register is kept by the Depositary.

The shares of the MULTI UNITS FRANCE fund are representative of each sub-fund's assets and each sub-fund share is entitled to a portion of the sub-fund's assets and profits that is proportional to the fraction of the sub-fund's assets that the share represents.
Shareholder rights and obligations remain attached to the share, regardless of the holder.

Unless otherwise agreed and notified to the Company, these voting rights are to be exercised by the beneficial holder at annual general meetings and by the bare owner at extraordinary general meetings.

Shares may be held in either bearer or registered form at the investor's option.

Shares can be divided, if so decided by the board of directors, into fractions of 10ths, 100ths, 1000ths, 10,000ths, or 100,000ths, known as share fractions.

BALANCE SHEET DATE

The last business day in France in October.
First balance sheet date: 31 October 2005.

TAXATION

Investors should note that the following information is just a general summary of the applicable tax regime, under current French law, for investment in a French SICAV fund. Investors are therefore advised to consider their specific situation with their usual tax advisor.

1.Taxation of the Sub-fund

In France, although established in the form of a limited liability company, SICAVs are expressly exempt from corporate tax on the profits generated within the framework of their legal purpose. Income received and generated by the Sub-fund through its management activities is not therefore taxable at the level of the Sub-fund.

Outside France (in the countries in which the Sub-fund invests), capital gains on the disposal of foreign negotiable securities and income from foreign sources received by the Sub-fund through its management activities may, if applicable, be subject to tax (generally in the form of withholding tax. In certain limited cases, foreign taxation may be reduced or cancelled in the presence of any applicable tax treaties.

2. Taxation of Sub-fund share-holders

2.1 Shareholders resident in France
The Sub-fund's distributions to French residents, as well as capital gains or losses, are subject to prevailing tax legislation.
Investors are advised to consider their specific situation with their usual tax advisor.
2.2 Non-French resident share-holders
The terms of a tax treaty or lack thereof may make the Sub-fund's distributions subject to a standard deduction at source or withholding tax in France.

Moreover, capital gains realized on the purchase/disposal of sub-fund shares are generally tax-exempt..
Share-holders resident outside France will be subject to the applicable tax legislation in their country of residence.

INFORMATION CONCERNING THE FOREIGN ACCOUNT TAX COMPLIANCE ACT ("FATCA")

France and the United States have concluded a Model I intergovernmental agreement ("IGA"), to enable the enforcement in France of the U.S. Foreign Account Tax Compliance Act ("FATCA"), the purpose of which is to prevent tax evasion by U.S. taxpayers who hold financial assets abroad. The term "U.S. taxpayer" means a U.S. citizen or resident individual, a partnership or corporation organized in the United States or under the laws of the United States or any State thereof, a trust if (i) a court located in the United States would have authority under applicable law to render orders or judgments concerning substantially all issues regarding administration of the trust, and (ii) one or more U.S. taxpayers have the authority to control all substantial decisions of the trust, or an estate of a decedent that is a citizen or resident of the United States

The Fund has been registered with the U.S. tax authorities as a "reporting financial institution". As such, the Fund is required, as of 2014, to report information to the U.S. tax authorities concerning certain asset holdings of, or payments to, certain U.S. taxpayers or non-U.S. financial institutions that are considered as non participating to FATCA, via automatic information exchange between French and U.S. tax authorities. Investors will be responsible for certifying their FATCA status with their financial intermediary or with the management company, as applicable.

Since the Fund will observe its obligations under IGA as implemented in France, it will be considered FATCA compliant and should therefore be exempt from withholding tax under FATCA on certain U.S. source income or products.

It is recommended that investors whose units are held by a custodian in a jurisdiction that is not a party to an IGA ask their custodian what the custodian's intentions are with respect to FATCA. Some custodians may require additional information from investors to comply with their obligations under FATCA or with the obligations of the custodian's jurisdiction. Moreover, the scope of obligations under FATCA or under an IGA may vary depending on the custodian's jurisdiction. Investors should therefore seek advice from their financial advisor.

SUB-FUND NO. 1: LYXOR UCITS ETF BEL 20 TR

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

Share class: FR0000021842

CLASSIFICATION

Eurozone country equities.
The Lyxor UCITS ETF BEL 20 sub-fund (hereinafter the "**Sub-fund**") will constantly maintain at least 60% exposure to one or more of the equity markets of one or more eurozone countries, including the French equity market.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by the Commission des Opérations de Bourse on 14 June 2002 and was established on 31 July 2002.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance of the Bel 20 NR™ index (the "**Benchmark Index**"), denominated in euros,while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index is the BEL 20™ NR (Net Return) index (net dividends reinvested).

The Benchmark Index is a basket index, disseminated in real-time, which monitors the continuous evolution of the prices of the 20 most liquid Belgian equities. The stocks of the Benchmark Index are weighted according to their free-float adjusted market capitalization. The Benchmark Index is continuously disseminated in real-time, but the official closing index is only disseminated after 5.40 p.m.

The performance tracked is that of the Benchmark Index's closing price.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at https: //indices.nyx.com/en/products/indices/

Benchmark Index composition and revision

The composition of the Benchmark Index is revised annually.
The exact composition of the Benchmark Index and NYSE-Euronext's rules for its revision by are available on its websitehttps: //indices.nyx.com/.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: **.BFXP**
Bloomberg code: **BELPRX**
The Benchmark Index's closing price is available on the Internet at www: https: //indices.nyx.com/

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com.

The asset manager by delegation currently intends to invest mainly in the assets indicated below:

2. Balance sheet assets (excluding embedded derivatives)

The sub-fund may invest in the equities of countries within the European Union, in any economic sector and listed on any exchange, including small-cap exchanges, in compliance with regulatory ratios.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, including:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geography
  - sector.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Fund will use OTC index-linked swaps that swap the value of the Fund's assets (or of any other financial instrument or asset the Fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations, including derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the sub-fund may deposit funds with credit institutions that belong to the same group as the depositary/custodian.

6. Cash borrowing
The sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged..

RISK PROFILE

The shareholder's money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.
Shares in the sub-fund are mainly exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

5. Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

6. Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the Belgian equity market.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

SHARE CURRENCY

Euros

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
A whole number of shares must be redeemed.

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

The Sub-fund's net asset value is calculated using the Benchmark Index's fixing price at 5: 30pm in EUR.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a) <u>If the Sub-fund's shares are listed on Euronext Paris, as indicated in the «Key Information» section, investors should note the following rules</u>

<u>Negotiability of units and information about the financial institutions acting as Market Makers:</u>

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

<u>Indicative Net Asset Value</u>

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell units in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Investors wishing to acquire units in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of units on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the NAV per share multiplied by the number of shares subscribed, payable to third parties.
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the NAV per share multiplied by the number of shares redeemed, payable to third parties.
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.50% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell units in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

"BEL20" is a registered trademark of NYSE Euronext that refers to an index that it calculates and publishes. NYSE Euronext provides no warranty or guarantee in respect of the value of this index at any given time, nor in respect of the return or performance of the product that tracks this index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus, the Key Investor Information Document, the most recent annual reports and the asset inventory statement will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France annual report.
The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

- The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts".

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND NO. 2: LYXOR UCITS ETF EUROMTS ALL-MATURITY INVESTMENT GRADE (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE
Share class: FR0010028860

CLASSIFICATION
Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS ALL-MATURITY INVESTMENT GRADE (DR) sub-fund (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE
The Sub-fund was approved by the Commission des Opérations de Bourse on 26 November 2003 and was established on 9 December 2003.

INVESTMENT OBJECTIVE
The Sub-fund's investment objective is to replicate the movement of the FTSE MTS Eurozone Government Bond IG (Mid Price) Index (Ex-CNO Etrix) (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX
The Benchmark Index is a "total return" index (i.e. all coupons detached by the Benchmark Index constituents are reinvested in the Benchmark Index., weighted by country, consisting of securities issued by the governments of the eurozone member states.

The Benchmark Index, which was formerly known as the CNO ETRIX Global index, is calculated in real time by FTSE MTS since May 2003.

To qualify for FTSE MTS indices securities must meet the following criteria:
- (i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility; and having a maturity of at least 1 year
- (ii) listed on FTSE MTS exchanges
- (iii) issued by a sovereign government of the euro zone and selected by FTSE MTS among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
- (iv) with at least EUR two billion issued.

The bonds comprising the Benchmark Index are determined by sub-dividing the eligible Benchmark Index universe into six maturity bands: 1 to 3 years; 3 to 5 years; 5 to 7 years; 7 to 10 years; 10 to 15 years; and 15+ years.

In any given maturity band, the weight of each sovereign issuer is determined on the basis of the size of its issues within the maturity band, and is represented by at most two bonds within this maturity band. If an issuer has more than two bonds in a maturity band, the chosen bonds will be those that maximize the product of (i) their issue size and (ii) their residual time in the maturity band.

The constituents of the Benchmark Index correspond to the set of bonds held in the six maturity bands, i.e. a theoretical maximum, on 15 January 2004, of 132 bonds.
In practice, the number of constituents of the Benchmark Index is less than that, since not all issuers have at least two bonds in all six maturity bands at the same time.
The weight of a constituent of the Benchmark Index is equal to the product of (i) its weight in the maturity band to which it belongs and (ii) the weight of this maturity band (calculated according to the size of its issues relative to the eligible universe).
The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.

These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.

The monitored performance is based on the 9.00 am (Paris time) fixing for the Benchmark Index determined by FTSE MTS.

A full description of the Benchmark Index components and construction methodology components is available on the Internet at www.ftse.com.

BENCHMARK INDEX PUBLICATION
The Benchmark Index available in real time through Reuters and Bloomberg.
The Reuters code is: FMMPIEG5=
The Bloomberg code is: **FMMPIEG5**
The Benchmark Index's closing price is available on the Internet at www.ftse.com

BENCHMARK INDEX REVISION
The Benchmark Index's composition is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

The exact composition of the Benchmark Index and FTSE MTS' rules for rebalancing the index are available on the Internet atwww.ftse.com

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a pure replication method, which means that the Sub-fund will invest mainly in the bonds included in the Benchmark Index.

Information on the updated composition of the basket of'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in anyother event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	Between5 and 10
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)
The Sub-fund may invest in financial instruments (bonds and other debt securities) issued in France or in another OECD country, in compliance with regulatory ratios. The Sub-fund will mainly invest in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.. The Sub-fund may invest in the units or shares of investment funds managed by its asset management company or by a company that is related to the asset management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)
The Sub-fund will not invest in derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on a regulated market.

4.Securities with embedded derivatives
N/A. The Sub-fund will not invest in securities with embedded derivatives.

5.Cash deposits
In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
The Sub-fund shall not engage in any temporary purchases or sales of securities

8. Collateral
N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to eurozone bond markets.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next three years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least two years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed.

CURRENCY

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value on this Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a number of shares that represents a minimum amount of at least 100,000 euros.

Subscriptions in kind.
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that the number of shares subscribed is equivalent to at least 100,000 euros. These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) the delivery of a number of bonds in the Benchmark Index with a total value of at least 100,000 euros, and if necessary,
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This Balance, which may be positive or negative, will be equal to the difference, in euros, between the reference net asset value multiplied by the number of shares subscribed and the value in euros of the securities to be delivered on the reference net day.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com.

If shares are subscribed in kind, the management company reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
The settlement and delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in euros.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.50% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of an exchange-traded share may, in accordance with the terms and limitsset by the relevant market undertaking, be provided onthis exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern the share class. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that may applyto these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION
At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER
The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE Eurozone Government Bond IG (Mid Price) Index (Ex-CNO Etrix), sub-indices or registered trademarks.

ADDITIONAL INFORMATION
The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The SICAV Multi Units France prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the SICAV Multi Units France annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 3: LYXOR UCITS ETF EUROMTS 3-5Y INVESTMENT GRADE (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE
Share class: FR0010037234

CLASSIFICATION
Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS 3-5YINVESTMENT GRADE (DR) sub-fund (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE
The Sub-fund was approved by the Commission des Opérations de Bourse on 26 November 2003 and was established on 9 December 2003.

INVESTMENT OBJECTIVE
The Sub-fund's investment objective is to replicate the movement of the FTSE Eurozone Government Bond IG 3-5Y (Mid Price) Index (Ex-CNO Etrix) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX
The Benchmark Index is the sub-index, consisting of securities having a maturity between 3 and 5 years, of the FTSE Eurozone Government Bond IG (Mid Price) Index (Ex-CNO Etrix), which is a "Total Return" type index (i.e. all of the coupons attached to the Benchmark Index constituents are reinvested in the Benchmark Index., weighted by country, consisting of securities issued by the governments of the eurozone member states. The Benchmark Index is calculated in real time FTSE MTS.

To be eligible for a FTSE MTS index securities must meet the following criteria:
- (i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility; and having a maturity of at least 1 year
- (ii) issued by a sovereign government of the euro zone and selected by FTSE MTS among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain.
- (iii) with at least EUR two billion issued
- (iv) listed on the FTSE MTS markets.

The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.
The composition of these indices is revised monthly.

These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.

The tracked performance is based on the 5.30pm (Paris time) fixing of the index as determined by FTSE MTS.

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: FMMPIEB5=
Bloomberg code: FMMPIEB5
The Benchmark Index's closing price is available on the Internet at www.ftse.com/

Benchmark Index revision

Should a bond no longer meet the selection criteria on a revision date, it will be removed from the Benchmark Index..
Changes to index constituents will be taken into account on the next monthly rebalancing date (the first business day after the 15th of the previous month) and are effectively implemented on the opening of the market on the second business day of the month following this monthly revision date.
Once selected, a bond remains in the Benchmark Index until its maturity becomes too short (i.e. less than one year), and the index constituents are not rebalanced during the month.
All of the coupons detached from the Benchmark Index bonds will be reinvested daily in the Benchmark Index at market close.

The Benchmark Index's composition is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description of the methodology used to construct the Benchmark Index and information on its composition are available on FTSE's website at www.ftse.com.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a pure replication method, which means that the Sub-fund will invest mainly in the bonds included in the Benchmark Index.

Information on the updated composition of the basket of`balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in anyother event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 2 to 5.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in financial instruments (bonds and other debt securities) issued in France or in another OECD country, in compliance with regulatory ratios. The Sub-fund will invest mainly in the Benchmark Index's underlying bonds

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the units or shares of investment funds managed by its asset manager or by a company related thereto.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will not invest in derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on a regulated market.

4.Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The Sub-fund shall not engage in any temporary purchases or sales of securities.

8. Collateral

N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk
The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to eurozone bond markets.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed.

Share currency

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value on this Trading Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares and represent a minimum amount of at least 100,000 euros .

Subscriptions in kind.
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that the number of shares subscribed is equivalent to at least 100,000 euros.
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) the delivery of a number of bonds in the Benchmark Index with a total value of at least 100,000 euros, and if necessary,
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This Balance, which may be positive or negative, will be equal to the difference, in euros, between the reference net asset value multiplied by the number of shares subscribed and the value in euros of the securities to be delivered on the reference NAV date.
The number of each Benchmark Index bond indicated in point (1) above and the balance indicated in point (2) will be published by Reuteurs and on Lyxor's website at www.lyxoretf.com.

For subscriptions in kind, the Board of Directors reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in euros.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale ofshares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.50% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value provided by Reuters.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on the website of theregulated market where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular unit. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus, or of an offer for or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries, pursuant to the national regulations that may apply to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.

Neither FTSETMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Eurozone Government Bond IG 3-5Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 4: LYXOR UCITS ETF EUROMTS 10-15Y INVESTMENT GRADE (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0010037242

CLASSIFICATION

Bonds and other debt securities denominated in euros.

The LYXOR UCITS ETF EUROMTS 10-15Y INVESTMENT GRADE (DR) (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by the Commission des Opérations de Bourse le 19 December 2003 and was established on 28 January 2005.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance of the FTSE MTS Eurozone Government Bond IG 10-15Y(Mid Price) Index (Ex-CNO Etrix) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is the sub-index, consisting of securities having a maturity between 10 and 15 years, of the FTSE MTS Eurozone Government Bond IG 10-15Y (Mid Price) Index (Ex-CNO Etrix), which is a "Total Return" type index (i.e. all coupons detached by the index constituents are reinvested in the index), weighted by country, consisting of securities issued by the governments of the eurozone countries. The Benchmark Index is calculated in real time by FTSE MTS.

To qualify for FTSE MTS Investment Grade indices securities must meet the following criteria:

(i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility; and having a maturity of at least 1 year
(ii) issued by a sovereign government of the euro zone and selected by FTSE MTS among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain.
(iii) with at least EUR two billion issued
(iv) listed on the MTS markets[i].

The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.

These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.

The performance trackedis that of the Benchmark Index fixing price at 5: 30 pm Paris time, as determined by FTSE MTS.
A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at:
www.ftse.com/

BENCHMARK INDEX PUBLICATION

FTSE MTS is responsible for calculating and disseminating the value of the Benchmark Index.
The Benchmark Index is published every 30 seconds, from 9: 00 am to 5: 00 pm (Paris time). Two fixings are also published, at 11: 00 am and 4: 00 pm (Paris time).
The Reuters code is: FMMPIEE5=
The Bloomberg code is: FMMPIEE5
The Benchmark Index's characteristics(including maturity, sensitivity, convexity, the accrued coupon and components) are available at: www.ftse.com

BENCHMARK INDEX COMPOSITION AND REVISION:

The Benchmark Index's composition is reviewed monthly.
The exact composition of the Benchmark Index and FTSE MTS rules for rebalancing the index are available on FTSE MTS's website at www.ftse.com.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a pure replication method, which means that the Sub-fund will invest mainly in the securities that make up the Benchmark Index

Information on the updated composition of the basket of'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in anyother event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 9 to 15
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)
The Sub-fund may hold bonds of any kind, in compliance with regulatory ratios. The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign. The Sub-fund may invest in the units or shares of UCITS managed by the asset manager or by a company that is related to the asset manager.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)
The Sub-fund will not invest in derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on a regulated market.

4.Securities with embedded derivatives
N/A.

5.Cash deposits
To optimize its cash management, the Sub-fund may deposit up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities
The Sub-fund will not engage in any temporary purchases or disposals of securities.

8. Collateral
N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Shares in the sub-fund are mainly exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk
The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also affect the process of subscriptions, conversions and redemptions of shares

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to eurozone bond markets.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next three years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least two years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY
If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS
Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed.

SHARE CURRENCY
Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a number of shares that represents a minimum amount of at least 100,000 euros.

Subscriptions in kind.
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that a whole number of Sub-fund shares are subscribed and that the total subscription amount is equivalent to at least 100,000 euros.
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) a number of bonds in the Benchmark Index representing a total value of at least 100,000 euros, which the investor subscribing for shares must provide, and if necessary,
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference in euros between the reference net asset value multiplied by the number of shares subscribed and the value in euros of the bonds to be delivered on the reference NAV date.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com

If shares are subscribed in kind, the management company reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French Trading Days (as defined below) upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published every day that the Sub-fund's net asset value is to be published, providing that an exchange on which the Sub-fund's shares are traded is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components

- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.50% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the shares are listed on Euronext Paris, as specified in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the indicative net asset value (hereinafter "iNAV") of the Sub-fund's bonds. The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary markets.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

To calculate the iNAV of the Sub-fund's shares, which is calculated throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market price of the bonds comprising the Benchmark Index used to calculate the level of the Benchmark Index, and therefore the evaluation of the iNAV is supplied directly by the MTS platform.

If one or more of the exchanges on which the bonds that make up the Benchmark Index are listed are closed (on a holiday as per the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular unit. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the sub-fund or with the provision of the FTSE MTSEurozone Government Bond IG 10-15Y (Mid Price) index (Ex-NCO Etrix), sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document, and the most recent annual and periodic documents will be sent to investors within eight business days upon receipt of a written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 5: LYXOR UCITS ETF EUROMTS INFLATION LINKED INVESTMENT GRADE (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

Share class: FR0010174292

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS INFLATION LINKED INVESTMENT GRADE (DR) sub-fund (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.
The Sub-fund is a UCITS ETF type index tracker.
Exposure to equity risk does not exceed 10% of net assets.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 22 March 2005 and was established on 15 April 2005.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the FTSE MTS Eurozone Inflation-Linked Bond IG (Mid Price) Index (hereinafter the "**Benchmark Index**") denominated in euros and representative of investment grade inflation-linked eurozone government bonds, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
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The expected ex-post tracking error under normal market conditions is 0.02%

BENCHMARK INDEX

The Benchmark Index is the FTSE MTS Eurozone Inflation-Linked Bond IG (Mid Price) Index

The Benchmark Index is calculated and published in real time by FTSE MTS and measures the performance of inflation-indexed eurozone sovereign debt.

The Benchmark Index is a "Total Return" (i.e. all coupons detached by the index constituents are reinvested in the index) type index that includes all bond securities indexed to inflation (country and/or European), issued by the governments of member states of the Euros zone selected by FTSE MTS from among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain. The securities that make up the Benchmark Index are all listed and traded on FTSE MTS markets, have at least two billion euros of outstanding issuance and maturity of at least one year. The performance tracked is that of the fixing price determined by FTSE MTS at 5: 30pm Paris time.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at http: //www.ftse.com/.

BENCHMARK INDEX PUBLICATION

FTSE MTS is responsible for calculating and disseminating the value of the Benchmark Index. The Benchmark Index is published every 30 seconds, from 9: 00 am to 5: 00 pm (Paris time). Two fixings are also published, at 11: 00 am and 4: 00 pm (Paris time).

Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: FMMPIIG5=
On Bloomberg: FMMPIIG5

BENCHMARK INDEX COMPOSITION AND REVISION

Should a bond no longer meet the selection criteria on a revision date, it will be removed from the Benchmark Index.. Changes to index constituents will be taken into account on the next monthly rebalancing date (the first business day after the 15th of the previous month) and are effectively implemented on the opening of the market on the second business day of the month following this monthly revision date.
Once selected, a bond remains in the Benchmark Index until its maturity becomes too short (i.e. less than one year), and the index constituents are not rebalanced during the month.
All coupons detached from the bonds comprising the Benchmark Index are reinvested in the index each day, after market close.
A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark

Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.
To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 5 to 10
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 10% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.

The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.
Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits
To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6 Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral
When the Sub-fund lends or otherwise temporarily disposes of securities it must receive collateral in the form of securities and/or cash to reduce the counterparty risk associated with these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All non-cash collateral must be of high quality, be highly liquid and be traded on a regulated exchange or a multilateral trading facility with transparent pricing to enable rapid sale at a price near the valuation price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and assets of equivalent liquidity, such as short-term bank balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:
Non-cash collateral will not be sold, reinvested or pledged.

At the manager's discretion, cash collateral may either be:

(i) deposited in an authorised institution;
(ii) invested in high-quality government bonds;
(iii) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund is able to withdraw the total amount of its cash collateral and the accrued interest at any time;
(iv) invested in short-term money market funds that meet the guidelines for a common EU definition of money market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk
Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also affect the process of subscriptions, conversions and redemptions of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary

Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Sub-fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of inflation-indexed eurozone government bond markets.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next three years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed

SHARE CURRENCY

Euros (EUR)

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order
.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of units in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of units and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than".

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire units in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of units on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.

Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Eurozone Inflation-Linked Bond IG (Mid Price) index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The SICAV Multi Units France prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the Sub-fund's overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 6: LYXOR UCITS ETF EUROMTS 1-3Y INVESTMENT GRADE (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0010222224

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS 1-3Y INVESTMENT GRADE (DR) (hereinafter the "Sub-fund")is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 6 September 2005 and was established on 22 September 2005.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the movement of the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix) (hereinafter the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is the sub-index, consisting of securities having a maturity between 1 and 3 years, of the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix), which is a "Total Return" type index (i.e. all coupons detached by the index constituents are reinvested in the index), weighted by country, consisting of securities issued by the governments of the eurozone member states. The FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix) is calculated in real time by FTSE MTS.

To qualify for FTSE MTS Investment Grade indices securities must meet the following criteria:

(i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility; and having a maturity of at least 1 year
(ii) listed on the FTSE MTS exchanges;
(iii) issued by a sovereign government of the euro zone and selected by FTSE MTS among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
(iv) with at least EUR two billion issued

The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.
These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.

The performance tracked is that of the Benchmark Index's fixing at 5: 30 pm (Paris time), as determined by FTSE MTS.

Benchmark Index publication

FTSE MTS calculates and disseminates the value of the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix). The Benchmark index is published every 30 seconds from 9: 00 am to 5: 00 pm (Paris time). Two fixings are also published, at 11: 00 am and 4: 00 pm (Paris time).
Reuters code: FMMPIEA5=
Bloomberg code: FMMPIEA5

Benchmark Index composition and revision

The Benchmark Index's composition is revised monthly.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description and the complete methodology for the construction of the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components will be available by February 2014 on the Internet at www.ftse.com

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a pure replication method, which means that the Sub-fund will invest mainly in the securities that make up the Benchmark Index

Information on the updated composition of the basket of`balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in anyother event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 1 to 3
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)
The Sub-fund may hold bonds of any kind, in compliance with regulatory ratios. The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the units or shares of UCITS managed by the asset manager or by a company that is related to the asset manager.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)
The Sub-fund will not invest in derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on a regulated market.

4.Securities with embedded derivatives
N/A.

5.Cash deposits
To optimize its cash management, the Sub-fund may deposit up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities
The Sub-fund will not engage in any temporary purchases or disposals of securities

8. Collateral
N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to eurozone government bonds having a maturity of 1 to 3 years.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least two years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed

CURRENCY
Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least 100,000 euros.

Subscriptions in kind.
Shares may be subscribed in exchange for the bonds that make up the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix), provided that a whole number of Sub-fund shares are subscribed and that the total subscription amount is equivalent to at least 100,000 euros.
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) a number of bonds that make up the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix) representing a total value of at least 100,000 euros, which the investor subscribing for shares must provide, and if necessary,
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference in euros between the reference net asset value multiplied by the number of shares subscribed and the value in euros of the bonds to be delivered on the reference NAV date.
The number of each Benchmark Index bond indicated in point (1) above and the balance indicated in point (2) will be published by Reuters and on Lyxor's website at www.lyxoretf.com.

(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference in euros between the reference net asset value multiplied by the number of shares subscribed and the value in euros of the bonds to be delivered on the reference NAV date.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com . If shares are subscribed in kind, the management company reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.50% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

To calculate the Sub-fund's iNAV Euronext Paris SA will use the Benchmark Index calculated throughout the Paris trading session (from 9.00 am to 5.00 pm) provided by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on the website of theregulated market where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular unit. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION
At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "**Holders**").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the sub-fund or with the provision of the FTSE MTS Eurozone Government Bond IG 1-3Y (Mid Price) Index (Ex-CNO Etrix), sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's websiteand in the Multi Unit France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND No. 7: LYXOR UCITS ETF FTSE ALL SHARE

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0010438150

CLASSIFICATION

European Union country equities.
The LYXOR UCITS ETF FTSE ALL SHARE sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets of one or more European Union countries, which may include the eurozone countries.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 23 February 2007 and was established on 3 April 2007.
The MULTI UNITS FRANCE fund was established on 4 March 2002, for a term of 99 years.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance of the FTSE ALL SHARE™ index (the "**Benchmark Index**"), denominated in pounds sterling (GBP), whether positive or negative, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error of the Benchmark Index under normal market conditions is 0.06%.

BENCHMARK INDEX

The benchmark index is the FTSE ALL SHARE™ Gross Total Return index, with gross dividends reinvested.

The Benchmark Index is an equity index calculated, maintained and published by international index provider FTSE.

The Benchmark Index tracks the performance the largest companies in the United Kingdom listed on the London Stock Exchange (LSE).

The Benchmark Index stocks are weighted according to their free-float adjusted market capitalization, using FTSE's free-float system. As a result, the number of the stocks that composed the Benchmark Index can change over time. No single constituent can account for more than 15% of the Benchmark Index.

The composition of the Benchmark Index is reviewed annual in accordance with the FTSE methodology.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

The Benchmark Index is calculated and published in real time by FTSE.

The performance tracked is that of the Benchmark Index's closing price.

Benchmark Index composition and revision

The Benchmark Index is designed to represent over 98% of the total market capitalization of the UK market.
The FTSE methodology and calculation method are based on a variable number of companies in the Benchmark Index.
The Benchmark Index is revised quarterly.

The exact composition of the Benchmark Index and NYSE-Euronext rules for index composition revision are available on the Internet at www.ftse.com./The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

Real-time Benchmark Index values are available via Bloomberg and Reuters.
Bloomberg code: FTPTTALL
Reuters code: .TFTAS
The Benchmark Index's closing price is available on FTSE's website at www.ftse.com.

INVESTMENT STRATEGY

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global equities, in any economic sector and listed on any exchange, in compliance with regulatory ratios.

The aforementioned equity equities will be selected on the basis of the following:

- eligibility criteria, in particular:
  - their inclusion in major stock exchange indices or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geography
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com.

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument or asset the Fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations, including derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.
The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits
To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(vii) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(viii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(ix) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(x) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(xi) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(xii) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Shares in the sub-fund are mainly exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii)an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

This sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to UK equity markets.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts.

The Board of Directors will make every effort to qualify for Distributing Status in the United Kingdom under section 760 ICTA. The Sub-fund will distribute at least 85% of its income (including the "UK equivalent profits") and shall apply to HMRC for "Distributing Status".

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Currency	Pound sterling

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**, and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and represent at least the GBP equivalent of 100,000 euros.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in GBP.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares differs significantly from its indicative net asset value, or if trading in the fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated

- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either the GBP equivalent of EUR 50,000 per subscription order or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either the GBP equivalent of EUR 50,000 per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

No subscription/redemption fee will be charged when shares are purchased/sold on an exchange where the Sub-fund shares are listed.

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the asset manager when the Sub-fund exceeds its objectives;
- Account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION
At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF FTSE ALL SHARE is in no way sponsored, endorsed, sold or promoted by FTSE International Limited (hereinafter "FTSE"), London Stock Exchange Plc, The Financial Times Limited ou Euronext N.V. or its subsidiaries (hereinafter "NYSE Euronext" and collectively referred to as the "Holders").

The Holders provide no warranty or guarantee and make no commitment, whether explicit or implied, as to the income to be obtained from using the FTSE ALL SHARE™ index (hereinafter the "Index") and/or the level this Index may reach at any given time or date, or of any other type. The Index is calculated by or on behalf of FTSE or NYSE Euronext. The Holders disclaim all liability (whether due to negligence or any other reason) for any error that may adversely affect the Index with respect to anyone whomsoever and shall not be obliged to inform anyone of such an error.

"FTSETM", "FT-SE®" and "Footsie®" are registered trademarks of the London Stock Exchange Plc and of The Financial Times Limited and are used under license by FTSE International Limited (hereinafter "FTSE"). "Eurofirst" is a joint trademark of FTSE and Euronext N.V.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: *See the "Publication Date" section*

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in pounds sterling (GBP).

SUB-FUND NO. 8: LYXOR UCITS ETF FTSE 100

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

C-GBP Share class: FR0010438127
D-GBP Share class: FR0011833102
Monthly Hedged C-EUR share class: FR0013186574
Monthly Hedged C-USD share class: FR0013186582

CLASSIFICATION

European Union country equities.
The LYXOR UCITS ETF FTSE 100 fund (the "Sub-fund") continuously maintains at least 60% to at least one of the equity markets of one or more European Union countries, which may include the eurozone countries.
The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 23 February 2007 and was established on 3 April 2007.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to provide exposure to the UK equity market by replicating the performance of the FTSE 100 Gross Total Return index (the "**Benchmark Index**"), denominated in pounds sterling (GBP), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.05%.

BENCHMARK INDEX

The Benchmark Index is an equity index calculated, maintained and published by international index provider FTSE.
The Benchmark Index continuously reflects the share prices of the 100 largest companies in the United-Kingdom listed on the London Stock Exchange (LSE).

The Benchmark Index stocks are weighted according to their free-float adjusted market capitalization, using FTSE's free-float system. No constituent can account for more than 15% of the index.

The FTSE methodology and calculation method assume a fixed number of companies in the index.
The Benchmark Index is calculated and published in real time by FTSE.
The performance tracked is that of the Benchmark Index's closing price.

A full description of the Benchmark Index and the complete methodology for its construction are available on FTSE's website at www.ftse.com.

Benchmark index composition and revision

The composition of the Benchmark Index is reviewed annual in accordance with the FTSE methodology. If a stock no longer meets the Benchmark Index selection criteria at the rebalancing date it is withdrawn from the index.
The exact composition of the Benchmark Index and the rules for its rebalancing/ revision are available on FTSE's website at www.ftse.com.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed. The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Bloomberg code: **TUKXG**
Reuters code: .**TFTSE**
The Benchmark Index's closing price is available on FTSE's website at www.ftse.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

The asset manager by delegation currently intends to invest mainly in the assets indicated below:

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can hold in its portfolio global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equity equities will be selected on the basis of the following:

- eligibility criteria, in particular:
  - their inclusion in major stock exchange indices or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geography
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.
When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument or asset the Fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations, including derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits
To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A. The Sub-fund shall not engage in any temporary purchases or sales of securities

8. Collateral
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(f) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(g) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(h) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(i) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(j) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(xiii) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(xiv) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(xv) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(xvi) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(xvii) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(xviii) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

The shareholder's money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's asset manager,which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency hedging risk of the Monthly Hedged C-EUR share classes.

In order to hedge the EUR/GBP currency risk of the Monthly Hedged D-CHF and Monthly Hedged C-EUR shares, the Sub-fund employs a hedging strategy that enables it to reduce the impact of a change in the exchange rate between the currency of the Benchmark Index and the currency of the share class. Given the monthly implementation of this hedging and its imperfect nature, the Monthly Hedged C-EUR shares may be exposed to adverse market movements and costs that reduce their net asset value.

- Currency hedging risk of the Monthly Hedged C-USD share classes.

In order to hedge the USD/GBP currency risk of the Monthly Hedged D-CHF and Monthly Hedged C-USD shares, the Sub-fund employs a hedging strategy that enables it to reduce the impact of a change in the exchange rate between the currency of the Benchmark Index and the currency of the share class. Given the monthly implementation of this hedging and its imperfect nature, the Monthly Hedged C-USD shares may be exposed to adverse market movements and costs that reduce their net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to UK equity markets.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

Monthly-Hedged C-EUR and Monthly-Hedged C-USD share classes: all distributable amounts are accumulated.
D-GBP share class: If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

C-GBP, Monthly-Hedged C-EUR and Monthly-Hedged C-USD share classes: N/A
D-GBP share class: If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Share currency	C-GBP	D-GBP	Monthly-Hedged C-EUR	Monthly-Hedged C-USD
	Pound Sterling	Pound Sterling	euro	euro

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The share are freely negotiable on the Euronext Paris regulated market under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net

asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext and updated on an estimated basis during trading in accordance with the change in the Benchmark Index

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value determined by NYSE Euronext (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on NYSE Euronext, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV, NYSE Euronext Paris will use the Benchmark Index calculated throughout the Paris trading session (from 9.05 am to 5.35 pm) provided by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided onthis exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern the share class. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all the Sub-fund's share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as those indicatedin the "Key Information" section are advised to familiarize themselves with the following guidelines set forth by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of 50,000 euros per subscription order or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of 50,000 euros per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge for C-GBP and D-GBP shares	Maximum charge for Monthly Hedged C-USD and Monthly Hedged C-EUR shares
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.15% per annum	0.30% per annum
Incentive fee	Net asset value	N/A	
Account activity charge	Charge on each transaction	N/A	

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that may applyto these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR ETF FTSE 100 is in no way sponsored, endorsed, sold or promoted by FTSE International Limited (hereinafter "FTSE"), London Stock Exchange Plc, The Financial Times Limited ou Euronext N.V. or its subsidiaries (hereinafter "NYSE Euronext" and collectively referred to as the "Holders").

The Holders provide no warranty or guarantee and make no commitment, whether explicit or implied, as to the income to be obtained from using the FTSE 100™ index (hereinafter the "Index") and/or the level this Index may reach at any given time or date, or of any other type. The Index is calculated by or on behalf of FTSE or NYSE Euronext. The Holders disclaim all liability (whether due to negligence or any other reason) for any error that may adversely affect the Index with respect to anyone whomsoever and shall not be obliged to inform anyone of such an error.

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ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the Multi-Units France annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in pounds sterling (GBP).

SUB-FUND No. 9: LYXOR UCITS ETF FTSE 250

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

Share class: FR0010438135

CLASSIFICATION

European Union country equities
The LYXOR UCITS ETF FTSE 250 sub-fund (the "**Sub-fund**") continuously maintains at least 60% to at least one of the equity markets of one or more European Union countries, which may include the eurozone countries.

The Sub-fund is a UCITS ETF type index tracker.

DATE ESTABLISHED AND INTENDED TERM

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 23 February 2007 and was established on 3 April 2007.
The MULTI UNITS FRANCE fund was established on 4 March 2002, for a term of 99 years.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to provide exposure to the UK equity market by replicating the performance of the FTSE 250™ index (the "**Benchmark Index**"), denominated in pounds sterling (GBP), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.05%.

BENCHMARK INDEX

The Benchmark Index is the FTSE 250™ Gross Total Return index, (with gross dividends reinvested.
The Benchmark Index is an equity index calculated, maintained and published by international index provider FTSE.

The Benchmark Index tracks the performance the largest companies in the United Kingdom listed on the London Stock Exchange (LSE) which are not already included in the FTSE 100™ index.

The Benchmark Index stocks are weighted according to their free-float adjusted market capitalization, using FTSE's free-float system. No constituent can account for more than 15% of the index.

The FTSE methodology and calculation method assume a fixed number of companies in the index.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at http: www.ftse.com

The performance tracked is that of the Benchmark Index's closing price in GBP.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.

The exact composition of the Benchmark Index and FTSE' rules for index composition revision are available on the Internet at www.ftse.com

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .TFTMC
Bloomberg code: FTPTT250
The Benchmark Index's closing price is available on the Internet at www.ftse.com

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can hold in its portfolio European equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equity equities will be selected on the basis of the following:

- eligibility criteria, in particular:
  - their inclusion in major stock exchange indices or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geography
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument or asset the Fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A.

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps.
The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped;

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii)an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to UK equity markets.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks. All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

GBP

SUBSCRIPTION AND REDEMPTION

1/ Subscription and redemption on the primary market

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least the GBP equivalent of 100,000 euros.

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed Sub-fund's shares differs significantly from its indicative net asset value, or if trading in the Sub-fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the Sub-fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rule:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern this share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCIT ETF type shares is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.35% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR UCITS ETF FTSE 250 is in no way sponsored, endorsed, sold or promoted by FTSE International Limited (hereinafter "FTSE"), London Stock Exchange Plc, The Financial Times Limited ou Euronext N.V. or its subsidiaries (hereinafter "NYSE Euronext" and collectively referred to as the "Holders").
The Holders provide no warranty or guarantee and make no commitment, whether explicit or implied, as to the income to be obtained from using the FTSE 250™ index (hereinafter the "Index") and/or the level this Index may reach at any given time or date, or of any other type. The Index is calculated by or on behalf of FTSE or NYSE Euronext. The Holders disclaim all liability (whether due to negligence or any other reason) for any error that may adversely affect the Index with respect to anyone whomsoever and shall not be obliged to inform anyone of such an error.
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ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: *See the "Publication Date" section*

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts".

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in pounds sterling (GBP).

SUB-FUND No. 10: LYXOR UCITS ETF KUWAIT (FTSE COAST KUWAIT 40)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE
Share class: FR0010614834

CLASSIFICATION
Global equities.
The LYXOR UCITS ETF KUWAIT (FTSE COAST KUWAIT 40) sub-fund (hereinafter the "**Sub-fund**") continuously maintains at least 60% exposure to one or more foreign equity markets or to the equity markets or two or more countries, including France.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE
The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 13 May 2008 and was established on 18 June 2008.

INVESTMENT OBJECTIVE
The Sub-fund's investment objective is to give exposure to the Kuwaiti equity market by replicating the performance of the FTSE COAST KUWAIT 40™ index (the "**Benchmark Index**") , denominated in Kuwaiti dinar (KWD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.25%.

BENCHMARK INDEX
The Benchmark Index is the FTSE COAST KUWAIT 40™ index plus any income the Sub-fund may receive from holding of the stocks that compose the Benchmark Index.

The Benchmark Index tracks the 40 largest stocks listed on the Stock Exchange of Kuwait, after adjustment for liquidity. The Benchmark Index stocks are weighted by their free-float adjusted market capitalization.

The Benchmark Index is an equity index calculated, maintained and published by international index provider FTSE.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at http: www.ftse.com

The performance tracked is that of the Benchmark Index's closing price.

Benchmark Index compositionand revision
The composition of the Benchmark Index is reviewed twice a year, based on data from the last Trading Day of March and September. Modifications take effect on the third Wednesday in April and October.

The Benchmark Index is revised in accordance with FTSE's rules.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
The Benchmark Index is calculated on Monday, Tuesday, Wednesday and Thursday at closing prices using the official closing stock market prices for the constituent stocks.
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .FTGPCST001
Bloomberg code: GPCST001

INVESTMENT STRATEGY

1.Strategy employed
The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or

securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)
In accordance with regulatory ratios, the Sub-fund can invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations.

3.Off-balance sheet assets (derivatives)
The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations, including derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4.Securities with embedded derivatives
N/A.

5.Cash deposits
To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities
N/A. The manager shall not engage in any temporary purchases or sales of securities.

8.Collateral
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Low benchmark index diversification risk
Since the index to which investors are exposed represents a given region, sector and strategy it may provide less diversification of assets in comparison with a broader index that is exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk.

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index.

- KWD/USD foreign exchange risk

This Sub-fund's shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the Kuwait equity market.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.Realized net capital gains will be accumulated.

The Board of Directors will make every effort to qualify for Distributing Status in the United Kingdom under section 760 ICTA. The Sub-fund will distribute at least 85% of its income (including "UK equivalent profits") and will apply for Distributing Status to the HMRC

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

United States dollars (USD)

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value shown in the table below, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 6: 30pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least the USD equivalent of 100,000 euros.

Subscription on Monday	Tuesday's net asset value
Subscription on Tuesday	Wednesday's net asset value
Subscription on Wednesday	Thursday's net asset value
Subscription on Thursday	Net asset value on Monday of the following week
Subscription on Friday	Net asset value on Monday of the following week

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of units in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of units and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirementthe Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire units in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of units on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per subscription order or 5%, payable to third parties.
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per redemption order or 2%, payable to third parties.
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

No subscription/redemption fee will be charged when shares are purchased/sold on an exchange where the Sub-fund shares are listed.

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.65% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE International Limited (hereinafter "FTSE"), le London Stock Exchange Plc ou The Financial Times Limited (collectively referred to as the "**Holders**").
The Holders provide no warranty or guarantee and make no commitment, whether explicit or implied, as to the income to be obtained from using the FTSE COAST KUWAIT 40™ index (hereinafter the "Index") and/or the level this Index may reach at any given time or date, or of any other type. The Index is calculated by and in the name of FTSE. The Holders disclaim all liability (whether due to negligence or any other reason) for any error that may adversely affect the Index with respect to anyone whomsoever and shall not be obliged to inform anyone of such an error.
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ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The SICAV Multi Units France prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the Sub-fund's overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in US dollars (USD).

SUB-FUND No. 11: LYXOR UCITS ETF IBOXX $ TREASURIES 10Y + (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0010961003

CLASSIFICATION

International bonds and other debt securities.
The LYXOR UCITS ETF IBOXX $ TREASURIES 10Y + (DR) sub-fund (the "**Sub-fund**") is continuously exposed to fixed-income securities denominated in other currencies than the euro (and possibly to fixed-income securities denominated in euros).
Exposure to equity risk does not exceed 10% of net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 5 November 2010 and was established on 10 November 2010

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the Markit IboxxUSD Treasuries 10+ Mid Price TCAindex (the "**Benchmark Index**"), denominated in US dollars (USD) and representative of United States "Treasury bonds" with maturities exceeding 10 years, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected tracking error, monitored ex-post under normal market conditions is 0.10%.

BENCHMARK INDEX

The sub-fund's benchmark index is the Markit Iboxx USD Treasuries 10+ Mid Price TCA index.
The Benchmark Index is a "Total Return" type index (i.e. all coupons detached by the index constituents are reinvested in the Benchmark Index..

The Benchmark Index represents US Treasury bonds with a maturity above 10 years, from the Markit iBoxx USD Index family of indices, the index for the main segments of the USD denominated bond market.

The Benchmark Index is compiled, administered and managed by Markit.

As at 31 August 2010, the price of each bond included in the index is supplied by the following 10 leading financial institutions: Barclays Capital, BNP Paribas, Deutsche Bank, Dresdner Kleinwort, Goldman Sachs, HSBC, JP Morgan, Morgan Stanley, the Royal Bank of Scotland and UBS.

The Markit methodology and calculation method are based on a variable number of companies making up the Benchmark Index. At 24/08/2010 the Benchmark Index comprised 35 constituents.
The complete Benchmark Index methodology is available on the Internet at www.markit.com.

The performance tracked is that of the Benchmark Index's closing price.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.markit.com/.

Methodology

The Benchmark Index is calculated at the end of each index trading day, at 3 pm New York time.

The Benchmark Index is calculated from the iBoxx prices consolidated on each Benchmark Index trading day, pursuant to the calendar for iBoxx USD indices calculation, which is compliant with the recommendations of the Bond Market Association (BMA).
The Benchmark Index is calculated every trading day in accordance with BMA recommendations and on the last calendar day of each month.

On each price consolidation day, the end-of-day buy and sell prices are received by the banks which participate in the Markit iBoxx USD indices and the Benchmark Index is calculated. The Benchmark Index data is published and disseminated approximately 2 hours after these prices are contributed.

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: .IBXXABXJ
Bloomberg code: IBXXABXJ
The Benchmark Index's closing price is available on the Internet at www.markit.com/indices

Benchmark Index composition and revision

The Benchmark Index's composition is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on Markit iBoxx Limited website at www.markit.com/indices.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website atwww.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	from 9 to 25
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 10% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	United States of America: from 0 to 100% of net assets Emerging countries: 0% of net assets

The manager currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all or some of these financial derivative instruments may be traded via Société Générale without having to seek a competitive bid from another counterparty.

4.Securities with embedded derivatives

N/A.

5.Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6.Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "**Agent**) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the risk exposure resulting from efficient portfolio management transactions;
- the identity of the counterparty(ies) to these efficient portfolio management transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income obtained from efficient portfolio management transactions during the relevant period and the direct and indirect operating costs associated with these transactions.

8.Collateral

When the Sub-fund lends or otherwise temporarily disposes of securities it must receive collateral in the form of securities and/or cash to reduce the counterparty risk associated with these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. More specifically, all collateral received must meet the following conditions:

(a) all non-cash collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price
(b) this collateral must be valued at least daily and must not include assets with highly volatile prices unless a sufficiently prudent discount is applied to such assets
(c) this collateral must be issued by an entity that is independent from the counterparty and must not be highly correlated with the counterparty's financial performance
(d) this collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments
(ii) bonds issued or guaranteed by an OECD member state, by the local authorities of an OECD member state, by a supranational institution or organization of a community, regional or global nature, or by any other country provided that the conditions specified in points (a) to (e) inclusive above are fully complied with
(iii) shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating
(iv) shares or units issued by UCITS that invest mainly in the bonds or shares indicated at points (v) and (vi) below
(v) bonds issued or guaranteed by top-rated issuers that offer sufficient liquidity
(vi) shares admitted for trading or traded on a regulated market of an EU member state, on a securities exchange of an OECD member state, or on a securities exchange of a non-OECD country provided that the conditions of points (a) to (e) above are fully met and that these shares are a component of a leading stock index.

Discounting policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of this discount will depend on the following criteria:

- The type of asset provided as collateral
- The maturity of the asset provided as collateral (if relevant)
- The credit rating of the issuer of the asset provided as collateral (if relevant)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:
Non-cash collateral will not be sold, reinvested or pledged.

Cash collateral may, at the manager's discretion, be:
(i) deposited with an authorized institution
(ii) invested in high-quality government bonds
(iii) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund may recover the full cash amount at any time with accrued interest
(iv) invested in short-term money-market funds as defined in the guidelines for a common definition of European money-market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. The use of such optimization techniques may increase the ex post tracking error and cause the Sub-fund to perform differently from that Benchmark Index.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be negatively affected if, when the Sub-fund (or one of its counterparties in a financial derivatives transaction) is rebalancing its exposure, the markets linked to this exposure are limited, closed, or subject to wide bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also adversely affect share subscription, conversion and redemptions.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis. In this case, the Sub-fund will be exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund will in particular be exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter. In compliance with UCITS regulations, exposure to counterparty risk cannot exceed 10% of the Sub-fund's total assets per counterparty.
When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the

lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Sub-fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

The Sub-fund can enter into transactions involving financial derivative instruments (FDI) traded over the counter or on a regulated exchange, such as swaps. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the main segments of the long-term bond market denominated in USD.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

BOND CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed

CURRENCY

US Dollar (USD).

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least the USD equivalent of 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at theReferenceNAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The iNAV will be calculated every day that the net asset value is calculated and published.
For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value provided by Reuters.

The market prices of the bonds comprising the Benchmark Index and used to calculate the value of the Benchmark Index, and therefore to determine the iNAV, are provided to Reuters via the iBoxx platform.

If the iBoxx platform is closed (on a public holiday pursuant to the TARGET calendar) the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, in accordance with the terms and limits set by the relevant market undertaking, be provided on the website of the regulated market where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per subscription request or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per redemption request or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus, or of an offer for or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries, pursuant to the national regulations that may apply to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION
At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

Euronext Paris SA will calculate and publish the Sub-fund's indicative net asset value , each Trading Day (as defined below) during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER
The Markit Iboxx USD Treasuries 10+ Mid Price TCA index (hereinafter the "Index") is a trademark of Markit Indices Co ("Markit", also referred to as "the Index Sponsor") and is licensed to Lyxor International Asset Management.

The Benchmark Index referred to here is the property of Markit Indices Limited and is used under license for the Sub-fund. The Index Sponsor does not approve of, endorse or recommend the Sub-fund.

The Index Sponsor does not under any circumstance provide any warranty or guarantee, whether explicitly or implicitly, in relation to the Index data or to the quality, accuracy or completeness of these data, or in relation to the credit rating of any issuing entity and disclaims any and all liability in relation to the use of the Index and/or its composition. The Index Sponsor will not be held liable, for any reason whatsoever, for an error in the Index, and is not required to inform anyone in the event of such an error.

Under no circumstance does the Index Sponsor provide a recommendation to buy or sell the Sub-fund, nor does it express an opinion on whether the Index is capable of replicating the performance of the relevant markets, or on the Index itself or on any transaction or product in relation thereto, or on any risks associated therewith. The Index Sponsor has no obligation to take the needs of any third party into consideration when determining or calculating the Index or when modifying its composition. Purchasers and sellers of shares in the Sub-fund or the Index Sponsor will not be held liable if the Index Sponsor fails to take the necessary steps to determine, adjust or calculate the Index. The Index Sponsor and its affiliated companies reserve the right to trade in any of the Index bonds, and may, when permitted, take deposits, make loans or engage in other lending activity, and in general engage in any investment banking, financial services or other business activity with the issuers of these bonds or their affiliated companies, and may engage in such activities as if the Index did not exist, without regard for any consequence that such activities may have on the Index or on the Sub-fund.

ADDITIONAL INFORMATION
The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in US dollars.

SUB-FUND NO. 12: LYXOR UCITS ETF IBOXX $ LIQUID EMERGING MARKETS SOVEREIGNS

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

Share class: FR0010967323

CLASSIFICATION

International bonds and other debt securities..
The LYXOR UCITS ETF IBOXX $ LIQUID EMERGING MARKETS SOVEREIGNS fund (the "Sub-fund")is continuously exposed to des fixed-income securities denominated in other currencies than the euro (and possibly to fixed-income securities denominated in euros). Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 22 November 2010.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure to increases and decreases in USD denominated bonds issued by low or middle income sovereign states, by replicating the movement of the Markit iBoxx USD Liquid Emerging Markets Sovereigns Mid Price TCA index (the "**Benchmark Index**"), denominated in US dollars (USD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is composed of some of the most liquid bonds from the Markit iBoxx USD Liquid Emerging Markets Sovereigns Mid Price TCA index. It comprises bonds denominated in USD issued by sovereign countries with low or medium levels of per capita income, as defined by the World Bank (this classification is available on the Internet at www.worldbank.org. The index represents 20 countries.

The Benchmark Index is a "total return" index (i.e. all coupons detached from the index constituents are reinvested in the indexes)
The Benchmark Index employs transparent and objective construction rules, in accordance with those normally observed by the iBoxx indices family.

It uses a platform of multiple contributors to determine bond prices.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.markit.com.

Benchmark index composition and revision

The Benchmark Index is calculated at the end of each business day, at 3 pm New York time.

The Benchmark Index is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: .IBXXLES1
Bloomberg code: IBOXLES1

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009 .

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's securities will be mainly the bonds of the Benchmark Index and may also include other government or non-government bonds denominated in the currency of an OECD country.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a sovereign state that is not a member of the OECD. This 20% limit may be increased to 35% for a single bond when this is justified by exceptional market conditions and in particular when certain securities are largely dominant. This may for example be the case if a debt issue becomes highly volatile, or if a political and/or economic event occurs that has affected or may affect the estimated debt of an issuing country or its credit rating , or some other event occurs that could adversely affect the liquidity of a Benchmark Index security.

Sub-fund's targeted interest-rate sensitivity	From 2 to 12
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: up to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: up to 100% of net assets Emerging countries: 0% of net assets

The manager currently intends to invest mainly in the assets indicated below.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global bonds, including on "small-cap" exchanges.

These securities will be bonds selected on the basis of the following criteria:

- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.comwww.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the main segments of the market for USD-denominated bonds issued by low and middle-income sovereign states, pursuant to the World Bank's classification.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders must be placed for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

USD

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a number of shares that represents at least the USD equivalent of 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) **If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules**

Negotiability of shares and information about the financial institutions acting as Market Makers

The share are freely negotiable on the Euronext Paris regulated market under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset

value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext and updated on an estimated basis during trading in accordance with the change in the Benchmark Index .

To comply with NYSE Euronext's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on NYSE Euronext, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value published by Reuters.
The market prices of the bonds comprising the Benchmark Index and used to calculate the value of the Benchmark Index, and therefore to determine the iNAV, are provided to Reuters via the iBoxx platform.
If the iBoxx platform is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) **If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following:**

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as those indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per subscription request or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of 50,000 euros per redemption request or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.30% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that may apply to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Markit iBoxx USD Liquid Emerging Markets Sovereigns Mid Price TCA index (the "**Index**") is a trademark of Markit Indices Co ("Markit", also referred to as "the Index Sponsor") and is licensed to Lyxor International Asset Management.
The Indexreferred to here is the property of Markit Indices Limited. ("the Index Sponsor") and is used under license for the LYXOR UCITS ETF iBoxx $ Liquid Emerging Markets Sovereigns sub-fund.
The parties hereto agree that the Index Sponsor does not approve of, endorse or recommend the LYXOR UCITS ETF iBoxx $ Liquid Emerging Markets Sovereigns Sub-fund.
The Index Sponsor provides, neither explicitly or implicitly, no warranty or guarantee (including but not limited to the commercial value or suitability for any specific purpose), with respect to the Index or to any data related thereto, and more specifically provides no warranty or guarantee with respect to the quality, accuracy and/or completeness of the Index or of its related data, to the results that may be obtained from using the Index, to the Index's composition at any given date or time, to the credit rating of any issuing entity, or to any credit or similar event (however so defined) pertaining to an Index bond at any given date or time.
The Index Sponsor will not be held liable, for any reason whatsoever, for an error in the Index, and is not required to inform anyone in the event of such an error.
Under no circumstance does the Index Sponsor provide a recommendation to buy or sell the LYXOR UCITS ETF iBoxx $ Liquid Emerging Markets Sovereigns sub-fund, nor does it express an opinion on whether the Index is capable of replicating the performance of the relevant markets, or on the Index itself or on any transaction or product in relation thereto, or on any risks associated therewith.
The Index Sponsor has no obligation to take the needs of any third party into consideration when determining or calculating the Index or when modifying its composition. Purchasers and sellers of shares in the LYXOR UCITS ETF iBoxx $ Liquid Emerging Markets Sovereigns sub-fund or the Index Sponsor will not be held liable if the Index Sponsor fails to take the necessary steps to determine, adjust or calculate the Index.
The Index Sponsor and its affiliated companies reserve the right to trade in any of the Index bonds, and may, when permitted, take deposits, make loans or engage in other lending activity, and in general engage in any investment banking, financial services or other business activity with the issuers of these bonds or their affiliated companies, and may engage in such activities as if the Index did not exist, without regard for any consequence that such activities may have on the Index or on the LYXOR UCITS ETF iBoxx $ Liquid Emerging Markets Sovereigns sub-fund.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus fund, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009 .
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in US dollars.

SUB-FUND NO. 13: LYXOR UCITS ETF IBOXX € LIQUID HIGH YIELD 30 EX-FINANCIAL

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0010975771

CLASSIFICATION

International bonds and other debt securities.
The LYXOR UCITS ETF IBOXX € LIQUID HIGH YIELD 30 EX-FINANCIAL sub-fund (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in non-euro currencies (and possibly to fixed-income securities denominated in euros).

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 9 December 2010 and was established on6 January2011

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to give exposure to the most liquid segments of the high-yield corporate bond market denominated in EUR, by replicating the movement of the Markit iBoxx EUR Liquid High Yield 30 Ex-Financial index (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%

BENCHMARK INDEX

The Benchmark Index is composed of 30 of the most liquid bonds making up the Markit iBoxx EUR High Yield Core Cum Crossover index, representing the universe of high-yield, Euros-denominated non-government bonds.
The Benchmark Index is a "Total Return" index (i.e. all coupons detached by the components of the Benchmark Index are reinvested in the Benchmark Index..

To be eligible for inclusion in the Benchmark Index, a bond must meet specific criteria pertaining to its credit rating, residual maturity and issue size, as well as other liquidity criteria. In particular, bonds with an issue size of less than EUR 500 million and a residual maturity of less than 15 months are not eligible.

.Each bond's weight in the Benchmark Index is determined by its nominal value at issue in relation to the total nominal issuance of the selected universe. These nominal values are adjusted in accordance with the inflation rates that used to determine the price of the bonds in the Benchmark Index.

The Benchmark Index is rebalanced at the market close on the last calendar day in February, May, August and November.

The Benchmark Index employs transparent and objective construction rules, in accordance with those normally observed by the iBoxx indices family.

It uses a platform of multiple contributors to determine bond prices.

The Benchmark Index comprises liquid bonds from the Markit iBoxx Core EUR High Yield index. The bonds making up the Benchmark Index are selected according to the following criteria: type, types of issuers, rating of issuers' country, bonds' rating, ages and residual maturities, and size of issue.

Only bonds issued by non-financial issuers are included in the Benchmark Index.
To be eligible, a bond must be rated "sub-investment grade" according to the methodology used by the Markit iBoxx EUR Investment Grade indices, which is based on the average ratings awarded by Fitch, Moody's and S&P, provided that none of these agencies rates this bond CC or lower. Distressed bonds are not eligible.

The coupons from the Benchmark Index bonds are accumulated and then reinvested each month at the money market rate and are reinvested in the Benchmark Index quarterly, at each rebalancing date.

The Benchmark Index targets diversification and representativeness, in terms of both rating and business sectors.

The Benchmark Index is compiled, administered and managed by Markit.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.markit.com

The performance tracked is the index's daily fixing at 5.15 pm CET.

Benchmark Index publication

The Benchmark Index value is published daily by Reuters and Bloomberg.

Reuters code: .IBOXLH3T
Bloomberg code: IBOXLH3T

Benchmark Index composition and revision

The Benchmark Index is reviewed monthly to account for changes that may affect the securities in the Benchmark Index universe. All costs with respect to this are taken into account when valuing the Benchmark Index.
Index Company Limited rules for Benchmark Index revision are available on its website at www.indexco.com

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.
To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The securities in which the Sub-fund will invest will be mainly those that make up the Benchmark Index, and also other bonds issued by a given OECD-member country or by a private-sector issuer, and denominated in one of the OECD country currencies.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-sovereign entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index, which limits exposure to each component to 20%, this calculation being made by the Benchmark Index sponsor or calculation agent. This 20% limit can be increased to 35% for a single non-sovereign issuer, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Sub-fund's targeted interest-rate sensitivity	Between 1 and 11
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: up to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.

These securities will be bonds selected on the basis of the following criteria:

- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.
When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii)an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index

disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to 30 of the most liquid bonds of theMarkit iBoxx EUR High Yield Core Cum Crossover index.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the Board of Directors reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or a number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Euros (EUR)

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 4: 45 pm(Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 4: 45 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 4: 45 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least 100,000 euros.

Pursuant to Article L. 214-19 of the Monetary and Financial Code, the issue of new shares and share fractions, can be temporarily suspended by the board of directors or executive board, when compelled by exceptional circumstances and if required in the interests of the shareholders, notably but not exclusively in the event of a substantial reduction in the buy liquidity of the Benchmark Index's underlying instruments, resulting in a significant impact on the manager's hedging possibilities.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

2/ PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net

asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more exchanges on which the Benchmark Index's constituent securities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.45% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Markit iBoxx EUR Liquid High Yield 30 Ex-Financial index (hereinafter the " **Index** ») referred to here is the property of Markit Indices Limited. (the "Index Sponsor") and is used under license for the LYXOR UCITS ETF iBoxx € Liquid High Yield 30 Ex-Financial Sub-fund.

The parties agree that the Index Sponsor does not approve of, endorse or recommend the LYXOR UCITS ETF iBoxx € Liquid High Yield 30 Ex-Financial Sub-fund
.
The Index Sponsor provides, neither explicitly or implicitly, no warranty or guarantee (including but not limited to the commercial value or suitability for any specific purpose), with respect to the Index or to any data related thereto, and more specifically provides no warranty or guarantee with respect to the quality, accuracy and/or completeness of the Index or of its related data, to the results that may be obtained from using the Index, to the Index's composition at any given date or time, to the credit rating of any issuing entity, or to any credit or similar event (however so defined) pertaining to an Index bond at any given date or time.

The Index Sponsor will not be held liable, for any reason whatsoever, for an error in the Index, and is not required to inform anyone in the event of such an error.

Under no circumstance does the Index Sponsor provide a recommendation to buy or sell the LYXOR UCITS ETF iBoxx € Liquid High Yield 30 Ex-Financial sub-fund, nor does it express an opinion on whether the Index is capable of replicating the performance of the relevant markets, or on the Index itself or on any transaction or product in relation thereto, or on any risks associated therewith.

The Index Sponsor has no obligation to take the needs of any third party into consideration when determining or calculating the Index or when modifying its composition. Purchasers and sellers of shares in the LYXOR UCITS ETF iBoxx € Liquid High Yield 30 Ex-Financial sub-fund or the Index Sponsor will not be held liable if the Index Sponsor fails to take the necessary steps to determine, adjust or calculate the Index.

The Index Sponsor and its affiliated companies reserve the right to trade in any of the Index bonds, and may, when permitted, take deposits, make loans or engage in other lending activity, and in general engage in any investment banking, financial services or other business activity with the issuers of these bonds or their affiliated companies, and may engage in such activities as if the Index did not exist, without regard for any consequence that such activities may have on the Index or on the LYXOR UCITS ETF iBoxx € Liquid High Yield 30 Ex-Financial sub-fund.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document, the most recent annual reports and the asset inventory statement will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009 .
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the Sub-fund's overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the asset manager reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the asset manager reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The asset manager monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the asset manager's responsibility at their most likely trading value..
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the asset manager's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 14: LYXOR UCITS ETF DAILY LEVERAGED BTP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE
Share class: FR0011023639

CLASSIFICATION
Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF DAILY LEVERAGED BTP (hereinafter the "**Sub-fund**") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE
The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 6 April 2011 and was established on 27 April 2011.

INVESTMENT OBJECTIVE
The Sub-fund's investment objective is to give exposure (positive or negative), with daily 2x leverage, to the Italian sovereign bond market, by replicating the movement of the SGI Daily Leveraged BTP index (the "**Benchmark Index**"), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX
The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.

The Benchmark Index provides exposure, positive or negative, to the performance of the Italian sovereign bond market, using Long-Term Euros-BTP futures as a representative index, with 2x daily leverage. Accordingly, if Long-Term Euros-BTP futures rise on a given trading day, the Sub-fund's net asset value will increase by twice the amount that day, and if the Long-Term Euros-BTP futures falls on a given trading day, the Sub-fund's net asset value will fall by twice that amount that day.

Long-Term Euros-BTP futures are a representative indicator of Italian sovereign bonds having a residual maturity of 8.5 to 11 years and an initial maturity of less than 16 years. They are listed on Eurex and their methodology is available on www.eurexchange.com

The Benchmark Index's daily performance is twice that of the Long-Term Euros-BTP futures, plus the daily interest (at the EONIA rate) paid on the previous day's Long-Term Euros-BTP futures price at 5: 40 pm.

The Benchmark Index therefore represents a long position on Long-Term Euros-BTP futures with 2x leverage and daily rebalancing. The index may be rebalanced during a trading session if it falls by more than 40%, i..e. if the absolute intra-day decline in Long-Term Euros-BTP futures exceeds 20%.

The performance tracked is the Benchmark Index 5.40 pm fixing in euros.

Since the methodology used to calculate the Benchmark Index is not based on direct investment in BTP bonds but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter.
Over time this could significantly diminish the Sub-fund's performance in comparison with the gross performance of the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund.

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at www.sgindex.fr

Benchmark Index composition and revision

The Benchmark Index is calculated daily using the Long-Term Euros-BTP futures fixing price at 5.40 pm.
The Benchmark Index is also calculated in real time every stock exchange trading day.
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .SGIXDLBT
Bloomberg code: SGIXDLBT
The Benchmark Index is rebalanced daily.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1. STRATEGY EMPLOYED

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

Investors in this Sub-fund gain exposure, with a daily 2x leverage (positive or negative), to the performance of the Italian sovereign bond market, of which the Benchmark Index is a representative indicator.

The Sub-fund will mainly be invested in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 14 to 22
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest, in compliance with regulatory ratios, international securities (equities and bonds) denominated in one of the currencies of the OECD countries.
Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.

These securities will be bonds selected on the basis of the following criteria:

- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(ii) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(iii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iv) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(v) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(vi) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vii) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Daily leverage adjustment risk

Investors are exposed to two times the daily changes which affect the price or level of the BTP futures that underlie the Benchmark Index. In particular, any decrease in the underlying market will be amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the 'leverage' index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the BTP futures that underlie the Benchmark Index
For example, if the BTP futures underlying the Benchmark Index are subject to an increase of 10% on trading day one, followed by a decrease of 5% on trading day two, the Sub-fund will be subject to a total increase of 8% (before fees) over the two trading days, while the BTP futures underlying the Benchmark Index will be subject to an increase of 4.5% over the same period.
If the BTP futures underlying the Benchmark Index are subject to a decrease of 5% per day over two consecutive trading days, the Sub-fund will see a total decrease of 19% (before fees), while the BTP futures underlying the Benchmark Index will see a decrease of 9.75% over the same period.

Scenario 1 - negative leverage: The negative leverage effect is greater than 1 and the Benchmark Index underlying rises

	Benchmark Index underlying		Strategy Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	10%	110	20%	120	x2
Day 2	-11%	97.9	-22%	93.6	x2
Total return	-2.10%		-6.40%		x3.05

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		Strategy Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	-5%	95	-10%	90	x2
Day 2	6%	100.7	12%	100.8	x2
Total return	0.70%		0.80%		x1.14

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline, even though the Benchmark Index underlying rose over this period.

Scenario 3 – inverse leverage: Case where the resulting leverage is negative over the period:

Benchmark Index underlying		Strategy Index		
Performance day i	Value day i	Performance day i	Value day i	Leverage effect

		100		100	
Day 1	20%	120	40%	140	x2
Day 2	-16%	100.8	-32%	95.2	x2
Total return	**0.80%**		**-4.80%**		**x-6**

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value
A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Capital risk:

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.
If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk:

The Benchmark Index to which investors are exposed represents only the Italian sovereign bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk

This is the risk that a credit-rating agency could lower an issuer's credit rating, which would adversely affect the price of the issuer's bond and increase the issuer's default risk. The Sub-fund is exposed to Italy's sovereign credit risk.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to increases and decreases, with 2x daily leverage, in Italian government bond prices, by replicating the performance of the Benchmark Index. The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

In the event of distribution, If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum..

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

EUR

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French trading days (as defined below) upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed fund that are purchased on the secondary market cannot generally be directly sold back to that fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV").

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The Long-Term Euros-BTP futures prices used to calculate the Benchmark Index and therefore to determine the iNAV, is provided to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index price cannot be determined, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's asset manager, will provide NYSE Euronext with all the financial and accounting data that Euronext Paris SA needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV for the following Trading Day, which is updated in real time.

b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES:

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The LYXOR ETF DAILY LEVERAGED BTP sub-fund is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI DAILY LEVERAGED BTP index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI DAILY LEVERAGED BTP index is the exclusive property of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 15: LYXOR UCITS ETF DAILY LEVERAGED BUND

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

Share class: FR0011023654

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF DAILY LEVERAGED BUND sub-fund (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 6 April 2011, and was established on 27 April 2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure, with daily 2x leverage, to increases and decreases in the prices of German sovereign bonds having an average maturity of 10 years, by replicating the movement of the SGI Daily Leveraged Bund index (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected tracking error, monitored ex-post under normal market conditions is 0.02%.

BENCHMARK INDEX

The Sub-fund's Benchmark Index is the SGI Daily Leveraged Bund.

The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.

The Benchmark Index provides exposure, with daily 2x leverage, to increases and decreases in the prices of German sovereign bonds having an average maturity of 10 years using Bund futures as a representative index, with 2x daily leverage. Accordingly, if Bund futures rise on a given trading day, the Sub-fund's net asset value will increase by twice the amount that day, and if the Bund futures falls on a given trading day, the Sub-fund's net asset value will fall by twice that amount that day.

Bund futures are a representative indicator of German sovereign bonds having an average maturity of 10 years. Bund futures are listed on Eurex and their methodology is available on www.eurexchange.com

The Benchmark Index's daily performance is twice that of the Bund futures, plus the daily interest (at the EONIA rate) paid on the previous day's Bund futures price at 5: 40 pm.

The Benchmark Index therefore represents a long position on Bund futures with 2x leverage and daily rebalancing. The index may be rebalanced during a trading session if it falls by more than 40%, i..e. if the absolute intra-day decline in Bund futures exceeds 20%.

The performance tracked is the Benchmark Index 5.40 pm fixing in euros

Since the methodology used to calculate the Benchmark Index is not based on direct investment in Bunds but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter. Over time this could significantly diminish the Sub-fund's performance in comparison with the gross performance of the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund.

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at: www.sgindex.fr

Benchmark Index composition and revision
The Benchmark Index's revision depends on that of the Bund.
More information on the index's construction methodology is available on the Internet atwww.sgindex.fr

Benchmark Index publication
The Benchmark Index is calculated daily at the official Bund futures fixing price at 5: 40 pm.
The Benchmark Index is also calculated in real time every stock exchange trading day.
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .SGIXDLBU
Bloomberg code: SGIXDLBU
The Benchmark Index is rebalanced daily.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

Investors subscribing to this sub-fund gain inverse exposure, with a daily 2x leverage, to increases and decreases in the performance of the 10-year (average) German Government bond market, of which the Bund is a representative indicator.

The Sub-fund's securities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 14 to 22
Currencies in which the Sub-fund's securities are denominated	Euros: up to 100% of net assets Other: up to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: up to 100% of net assets Emerging countries: 0% of net assets

The manager currently intends to invest mainly in the assets indicated below.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest, in compliance with regulatory ratios, international securities (equities and bonds) denominated in an OECD currency.

These securities will be bonds selected on the basis of the following criteria:

- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset in the Sub-fund) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits
In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities
N/A. The Sub-fund shall not engage in any temporary purchases or sales of securities.

8. Collateral
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Daily leverage adjustment risk

Investors are exposed to two times the daily changes which affect the price or level of the Bund futures that underlie the Benchmark Index. In particular, any decrease in the underlying market will be amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the 'leverage' index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the Bund futures that underlie the Benchmark Index
For example, if the Bund futures underlying the Benchmark Index are subject to an increase of 10% on trading day one, followed by a decrease of 5% on trading day two, the Sub-fund will be subject to a total increase of 8% (before fees) over the two trading days, while the Bund futures underlying the Benchmark Index will be subject to an increase of 4.5% over the same period.
If the Bund futures underlying the Benchmark Index are subject to a decrease of 5% per day over two consecutive trading days, the Sub-fund will see a total decrease of 19% (before fees), while the Bund futures underlying the Benchmark Index will see a decrease of 9.75% over the same period. .

Scenario 1 - negative leverage: The negative leverage effect is greater than 1 and the Benchmark Index underlying rises

	Benchmark Index underlying		**Strategy Index**		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	10%	110	20%	120	x2
Day 2	-11%	97.9	-22%	93.6	x2
Total return	-2.10%		-6.40%		x3.05

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		**Strategy Index**		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	-5%	95	-10%	90	x2
Day 2	6%	100.7	12%	100.8	x2
Total return	0.70%		0.80%		x1,14

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline, even though the Benchmark Index underlying rose over this period.

Scenario 3 – inverse leverage: Case where the resulting leverage is negative over the period:

	Benchmark Index underlying		**Strategy Index**		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	20%	120	40%	140	x2
Day 2	-16%	100.8	-32%	95.2	x2
Total return	0.80%		-4.80%		x-6

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value
A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.
If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk:

The Benchmark Index to which investors are exposed represents only the Italian sovereign bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk

This is the risk that a credit-rating agency could lower an issuer's credit rating, which would adversely affect the price of the issuer's bond and increase the issuer's default risk. The Sub-fund is exposed to Italy's sovereign credit risk.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure, with 2x leverage, to increases and decreases in the prices of German government bonds having an average maturity of 10 years.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30pm (Paris time) on the following Primary Market Day. Orders to subscribe for shares must be for a number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The share are freely negotiable on the Euronext Paris regulated market under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with NYSE Euronext's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.
Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on NYSE Euronext, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris SA calculate and publish, each Trading Day during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.00 am to 5.30 pm), NYSE Euronext Paris will use the Benchmark Index value published by Reuters.
The market prices of the Bund futures used to calculate the level of the Benchmark Index, and therefore determined the iNAV are supplied to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern the share class. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all the Sub-fund's share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as those indicated in the "Key Information" section are advised to familiarize themselves with the following guidelines set forth by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that may apply to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR UCITS ETF DAILY LEVERAGED BUND is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI DAILY LEVERAGED BUND index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI DAILY LEVERAGED BUND index is the exclusive property of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the Multi-Units France annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009 .

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 16: LYXOR UCITS ETF DAILY DOUBLE SHORT BTP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

Share class: FR0011023621

CLASSIFICATION

Diversified
The LYXOR UCITS ETF DAILY DOUBLE SHORT BTP sub-fund (hereinafter the "**Sub-fund**") is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 12 April 2011 and was established on 27 April 2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to give inverse exposure, with 2x leverage, to increases or decreases the prices of Italian sovereign bonds, by replicating the performance of the SGI Daily Double Short BTP index (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is the SGI Daily Double Short BTP index.

The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.
The Benchmark Index provides inverse exposure, with 2x daily leverage, to increases or decreases the prices of Italian sovereign bonds, using Long-Term Euros-BTP futures as a representative index. Accordingly, if Long-Term Euros-BTP futures fall on a given trading day, the Sub-fund's net asset value will increase by twice the amount that day, and if the Long-Term Euros-BTP futures rises on a given trading day, the Sub-fund's net asset value will fall by twice that amount that day, and share-holders will not profit from the Benchmark Index's gain.

Long-Term Euros-BTP futures are a representative indicator of Italian sovereign bonds having a residual maturity of 8.5 to 11 years and an initial maturity of less than 16 years. Long-Term Euros-BTP futures are listed on Eurex and their methodology is available on www.eurexchange.com.

The Benchmark Index's daily performance is twice that of the inverse performance of Long-Term Euros-BTP futures, plus the daily interest (at the EONIA rate) paid on the previous day's Long-Term Euros-BTP futures price at 5: 40 pm.

The Benchmark Index therefore represents a short position on Long-Term Euros-BTP futures with 2x leverage and daily rebalancing. The index may be rebalanced during a trading session if it falls by more than 40%, i..e. if the absolute intra-day gain in Long-Term Euros-BTP futures exceeds 20%.

The performance tracked is the Benchmark Index 5.40 pm fixing in euros.

Since the methodology used to calculate the Benchmark Index is not based on direct investment in BTP bonds but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter.
Over time, this could significantly diminish the Sub-fund's performance in comparison with the gross performance of the short positions on the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund's shares.

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at: www.sgindex.fr

Benchmark Index publication

The Benchmark Index is calculated daily at the official Long-Term Euros- BTP futures fixing price at 5: 40 pm.
The Benchmark Index is also calculated in real time every stock exchange trading day.
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .SGIXDSBT
Bloomberg code: SGIXDSBT
The Benchmark Index is rebalanced daily.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

The Benchmark Index's revision depends on that of the Long-Term Euros-BTP futures.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

Investors in this Sub-fund gain inverse exposure, with a daily 2x leverage, to increases and decreases in the daily performance of the Italian sovereign bond market, of which the Benchmark Index is representative.

The Sub-fund will mainly be invested in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

The Sub-fund's interest-rate sensitivity will be between 14 and.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest, in compliance with regulatory ratios, international securities (equities and bonds) denominated in one of the currencies of the OECD countries.
Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.

These securities will be bonds selected on the basis of the following criteria:

- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's securities (or the value of any other financial instruments in the Sub-fund) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. securities with embedded derivatives

N/a.

5. cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Daily leverage adjustment risk

Investors are inversely exposed to two times the daily changes which affect the price or level of the BTP futures that underlie the Benchmark Index. In particular, any gain in the underlying market will be inversely amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the exposure in the underlying "double short" Benchmark Index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the BTP futures that underlie the Benchmark Index. For example, if the BTP futures underlying the Benchmark Index gain 10% a trading day and then lose 5% the following trading day, the Sub-fund will lose a total 12% over these two days (before fees) over the two trading days, while the BTP futures underlying the Benchmark Index will gained 4.5% over the same period.
If the BTP futures underlying the Benchmark Index lose 10% one trading day and then gain 6% the following trading day, the Sub-fund will have gained 5.6% over these two days (before fees), while the BTP futures underlying the Benchmark Index will have lost 4.6% over this period.

Scenario 1 - negative leverage: The negative leverage effect is greater than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	10%	110	-20%	80	x-2
Day 2	-5%	104.5	10%	88	x-2
Total return	4.50%		-12.00%		x-2.67

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying falls

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	-10%	90	20%	120	x-2
Day 2	6%	95.4	-12%	105.6	x-2
Total return	-4.60%		5.60%		x-1.22

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline even though the Benchmark Index's underlying also declines over this period.

Scenario 3 - inverse leverage: The effective leverage is positive over the period

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	5%	105	-10%	90	x-2
Day 2	-5%	99.75	10%	99	x-2
Total return	-0.25%		-1.00%		x4

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value
A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.
If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk:

The Benchmark Index to which investors are exposed represents only the Italian sovereign bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk

This is the risk that a credit-rating agency could lower an issuer's credit rating, which would adversely affect the price of the issuer's bond and increase the issuer's default risk. The Sub-fund is exposed to Italy's sovereign credit risk.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking inverse exposure, with 2x leverage, to increases and decreases in the price of Italian sovereign bonds by replicating the performance of the Benchmark Index.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their current cash requirements and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
Given this Sub-fund's speculative nature it may not be suitable for investors with a medium to long-term investment horizon.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The Board of Directors reserves the right to accumulate and/or distribute all or part of all distributable amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is made, If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

Euros

SUBSCRIPTION AND REDEMPTION

1/ SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for shares must be for a whole number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French Trading Days (as defined below) upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

2/ PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed fund that are purchased on the secondary market cannot generally be directly sold back to that fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's

indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated

if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV").
The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The iNAV will be calculated every day that the net asset value is calculated and published.
To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market prices of the Long-Term Euros-BTP futures used to calculate the level of the Benchmark Index and therefore to determine the iNAV is provided to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's asset manager, will provide Euronext Paris SA with all the financial and accounting data that Euronext Paris SA needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV for the following Trading Day, which is updated in real time.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES:

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The LYXOR ETF DAILY DOUBLE SHORT BTP sub-fund is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI DAILY DOUBLE SHORT BTP index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI DAILY DOUBLE SHORT BTP index is the exclusive property of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules set out in the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 17: LYXOR UCITS ETF MSCI INDONESIA

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR shares: FR0011067511
C-USD shares: FR0011070374

D-USD shares: FR0011070382
D-EUR shares: FR0011070366

CLASSIFICATION

Global equities
The LYXOR UCITS ETF MSCI INDONESIA sub-fund (the "**Sub-fund**" is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 23/06/2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the movement of the MSCI Indonesia Net Total Return index (the "**Benchmark Index**"), denominated in US dollars (USD), whether positive or negative, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is the MSCI Indonesia Net Total Return index (i.e. with net dividends reinvested).

The Benchmark Index is an equity index that is calculated and published by the global index provider MSCI.

The Benchmark Index is composed exclusively of Indonesian securities (Indonesia) and offers the basic characteristics of MSCI indexes, which include free-float adjustment of the market capitalization of the Benchmark Index constituents and sector classification in accordance with the Global Industry Classification Standard (GICS).

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com

The performance tracked is that of the Benchmark Index's closing price in USD.

Benchmark Index composition and revision

The Benchmark Index seeks to represent 85% of the free-float adjusted market capitalization of each major industry group in the Indonesian market.

By targeting 85% representation for each industry group, the Benchmark Index accounts for 85% of the total market capitalization of the Indonesian market, while also representing its economic diversity.

MSCI indices are also rebalanced quarterly to account for changes in the market capitalization of an index component (i.e. the number of shares issued and the free float) or its sector classification. The principal changes in a company's capital structure may be implemented in real time (merger or acquisition, large rights issues or IPOs).

The exact composition of the Benchmark Index and NYSE-Euronext rules for index composition revision are available on the Internet at www.msci.com

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: MIID00000NUS
Bloomberg code: M0ID
The Benchmark Index's closing price is available on MSCI's website at www.mscibarra.com.

INVESTMENT STRATEGY

1. Strategy employed
The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.
To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)
In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)
The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset in the Sub-fund) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.
In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.
The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits
In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure

that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(f) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(g) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(h) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(i) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(j) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(vii) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(viii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(ix) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(x) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(xi) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(xii) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

The shareholder's money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Emerging market risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Low Benchmark Index diversification risk

The Benchmark Index to which investors are exposed applies to a specific region, sector or strategy, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Risk that the investment objective is not fully achieved:

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

Corporate action risk involving a Benchmark Index constituent

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

Currency risk of D EUR and C EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore cause the net asset value of these share classes to decrease, even if the value of the Benchmark Index increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to Indonesian equity market.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

For the C-EUR and C-USD share classes: all distributable amounts are accumulated.
For the D-EUR and D-USD share classes: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Share currency	D-EUR share class	C-EUR share class	D-USD share class	C-USD share class
	Euros	Euros	USD	USD

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary, from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"** ,and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day.

The D-EUR and C-EUR share classes
Orders for subscriptions / redemptions must be for a whole number of shares and represent at least EUR 100,000.

The C-USD and D-USD share classes
Orders for subscriptions / redemptions must be for a whole number of shares and represent the USD equivalent at least EUR 100,000.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.
The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in the currency of the corresponding share class.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares differs significantly from its indicative net asset value, or if trading in the fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following

rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern the share class. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

D-EUR, C-EUR SHARES, D-USD AND C-USD SHARES:
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- Incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives;
- Account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.55% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The net asset value of each of the Sub-fund's share classes will be calculated and published each Trading Day..

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR ETF MSCI Indonesia (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any of the entities involved in establishing the MSCI indices. The MSCI indices are the exclusive property of MSCI and the MSCI indices are trademarks of MSCI or its subsidiaries and have been licensed, for certain needs, to Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in units of mutual funds in general or in units of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts".

ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 18: LYXOR UCITS ETF THAILAND (SET50 NET TR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011067529
C-USD share class: FR0011070440

D-EUR share class: FR0011070432
D-USD share class: FR0011070424

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF THAILAND (SET50 NET TR) sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 23/06/2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure to the Thai equity market by replicating the performance of the SET50 NET Total Return index (the "**Benchmark Index**") denominated in Thai baht (THB), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is the SET50 NET Total Return index, with net dividends reinvested.

The Benchmark Index is the main stock index of The Stock Exchange of Thailand. It is composed of this exchange's 50 largest stocks by market capitalization adjusted for free-float and liquidity.

The SET50 NET Total Return index was initially created in 1950 as an underlying instrument for derivatives. It is maintained by the Stock Exchange of Thailand. The SET's Index Committee is responsible for defining the index's selection criteria, the list of its constituents and its methodology.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.set.or.th

The performance tracked is that of the Benchmark Index's closing price.

Benchmark Index composition and revision

The Benchmark Index is revised twice a year, in June and in December, effective the first trading day of the following month.

The Benchmark Index's composition and the rules for its revision are available on the Internet atwww.set.or.th
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

Publication of the SET50 NET Total Return index:
The SET50 Net Total Return is calculated daily using the index closing price.

The SET50 NET Total Return index is available:
On Reuters: .SET50NETRI
On Bloomberg: SET50NTR

The Benchmark Index's closing price is available on the Internet at www.set.or.th

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N /A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Emerging market risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Low Benchmark Index diversification risk

The Benchmark Index to which investors are exposed applies to a specific region, sector or strategy, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk involving a Benchmark Index constituent

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk associated with a share class

On C-USD and D-USD shares:
These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases
The exchange rate used to value these share classes is the USD/THO (Baht onshore) exchange rate applicable to local investors, which may differ from the USD/THB (Baht offshore) exchange rate applicable to foreign investors.

On C-EUR and D- EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.
The exchange rate used to value these share classes is the EUR/THO (Baht onshore) exchange rate applicable to local investors, which may differ from the EUR/THB (Baht offshore) exchange rate applicable to foreign investors.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to investors seeking exposure to the Thai equity market.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

For C-EUR and C-USD shares: all distributable amounts are accumulated.
For D-EUR and D-USD shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

For D-EUR and D-USD shares: If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS
Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

D-EUR and C-EUR share classes	D-USD and C-USD share classes
Euros	USD

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary, from 10: 00 am to 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"** and will be executed at the net asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 3: 30pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Trading Day.

D-EUR and C-EUR shares
Orders for subscriptions / redemptions must be for a whole number of shares and represent at least EUR 100,000.

C-USD and D-USD shares
Subscription and redemption orders must be for a whole number of shares representing the USD equivalent of EUR 100,000.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

Date and frequency of NAV calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

D-EUR, C-EUR, D-USD and C-USD shares:
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.45% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The LYXOR UCITS ETF THAILAND (SET50 Net TR) Sub-fund is not sponsored, endorsed, sold or promoted in any way whatsoever by The Stock Exchange of Thailand ("SET"), and SET makes no warranty express or implied as to the outcome to be achieved from using the SET50 Net Total Return index (hereinafter the "Index") nor regarding the level the Index may reach at any given time or on any given day. The index is compiled and calculated by SET. SET accepts no responsibility for errors that may nevertheless, through negligence or otherwise, appear in the index. In addition, SET has no obligation to draw attention to such errors.

SET is a registered trademark of the Stock Exchange of Thailand.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A.VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the asset manager reserves the right to value these securities at their current value if it deems that they are particularly exposed to interest-rate or other market risks. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the asset manager reserves the right to value these securities at their current value if it deems that they are particularly exposed to interest-rate or other market risks. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The asset manager monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the asset manager's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the asset manager's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the rates published by WM Reuters on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 19: LYXOR UCITS ETF MSCI ALL COUNTRY WORLD

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011079466
C-USD share class: FR0011093418

D-EUR share class: FR0011092477
D-USD share class: FR0011092485

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF MSCI ALL COUNTRY WORLD sub-fund (the "**Sub-fund**")is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.
The Sub-fund is a UCITS ETF type index tracker.

DATE ESTABLISHED

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 1 September 2011 and was established on 5 September 2011.
The MULTI UNITS FRANCE fund was established on 4 March 2002, for a term of 99 years.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to provide exposure to equity markets in developed and emerging market countries and replicate the performance of the MSCI AC World Index (ACWI) Net Total Return (the "**Benchmark Index**"), denominated in US dollars (USD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.07%.

BENCHMARK INDEX

The Benchmark Index is the MSCI AC World Index (ACWI) Net Total Return, with net dividends reinvested.
The Benchmark Index is an equity index calculated and published by international index provider MSCI.

The Benchmark Index is a free-float adjusted market capitalization weighted index designed to measure the investible universe and performance of listed companies in developed and emerging markets. The Benchmark Index was designed to include medium and large-cap companies and is composed in accordance with the MSCI Global Investable Market Index (GIMI) methodology to meet specific size, liquidity and free-float adjusted market capitalization requirements.

The MSCI methodology and calculation method assume a variable number of companies in the Benchmark Index.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com
The performance tracked is that of the Benchmark Index's closing price in USD.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.

The Benchmark Index composition and MSCI's rules for its revision are available on the MSCI's website atwww.msci.com

Benchmark Index publication

The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .MIWD00000NUS
Bloomberg code: M1WD

The Benchmark Index's closing price is available on the Internet at www.msci.com

INVESTMENT STRATEGY

1. Strategy employed:

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.
In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.
The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Emerging Market Risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) an adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index.

Currency risk of C-EUR and D-EUR shares

The value of these shares is calculated in euros (EUR) while the Benchmark Index is expressed in US dollars (USD). As a result, the value of C-EUR and D-EU shares may vary in accordance with changes in the EUR/USD exchange rate. When investors subscribe / redeem shares they may therefore see their capital / return increase or decrease from the currency conversion into euros and their exposure to the risk that the euro may rise or fall against the US dollar.

Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely affect the Sub-fund's Benchmark Index.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to developed and emerging markets.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR and C-USD shares: all distributable amounts are accumulated.
D-EUR and D-USD shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Shares may be subscribed by monetary amount or by number.
A whole number of shares must be redeemed

SHARE CURRENCY

	C-EUR shares	C-USD shares	D-EUR shares	D-USD shares
Share currency	Euros	US dollar	Euros	US dollar

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary, from 10: 00 am to 6: 30 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**, and will be executed at thenet asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 6: 30pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 6: 30pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whole number of shares that represents at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed Sub-fund's shares differs significantly from its indicative net asset value, or if trading in the Sub-fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the Sub-fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.45% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF MSCI ALL COUNTRY WORLD (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the exclusive property of MSCI and the MSCI indices are trademarks of MSCI or its subsidiaries and have been licensed, for certain needs, to Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the sub-fund or, more generally, to the general public, concerning the merits of trading in the shares of the sub-fund in general or in shares of this sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the sub-fund's shares or the determination and calculation of the formula used to establish the fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, FUND HOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus fund, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the MULTI UNITS France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 20: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 1-3Y (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-EUR shares: FR0011146315

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 1-3Y (DR) (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure to increases and decreases in the Euros zone government bond segment, by replicating the performance of the FTSE MTS Highest Rated Macro-Weighted Government Bond 1-3Y(Mid Price) index (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. all coupons detached by the Benchmark Index constituents are reinvested in the Benchmark Index..

The Benchmark Index measures the performance of Euros zone Government bonds, weighted by country with at least two ratings equal to AAA or equivalent from the three rating agencies S&P, Moody's and Fitch.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

The reference indicator is calculated by FTSE MTS.

Methodology

The Benchmark Index is composed of bonds issued by the eurozone countries with the highest credit ratings, These bonds are weighted in the index on the basis of macroeconomic indicators. The Benchmark Index is provided with a history of index values dating back to December 1998. As explained below, the initial index components were selected using the same criteria as those used for FTSE MTS Eurozone Government Broad indices (except for the credit-rating criterion):
The Benchmark Index comprises at least five issuers. If an issuer is downgraded, it will be replaced with another eligible issuer country, such that at least five issuers are maintained in the Benchmark Index.
The Benchmark Index securities are therefore among the highest rated eurozone sovereign bonds.

- To qualify for the Benchmark Index bonds must meet the following criteria:

  (i) nominal value and coupon are denominated in euros with no option or convertibility
  (ii) listed on the FTSE MTS platform
  (iii) issued by a sovereign eurozone government having at least two out of three AAA ratings from Standard & Poor's, Moody's and Fitch, and selected by FTSE MTS from among the following countries as: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
  Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
  (iv) maturity exceeds one year
  (v) with issuance of at least two billion euros.

The Benchmark Index must comprise at least five issuing countries. If an issuer is downgraded it will be replaced in the index, provided that there is another country that is eligible, such that the required minimum number of five issuers is maintained.

- The Benchmark Index composition is revised monthly.
- The complete methodology is available at www.ftse.com
- The performance tracked is the closing index price at 5: 30 pm (CET).

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: FMMPHRA5=
Bloomberg code: FMMPHRA5
The Benchmark Index's closing price is available on the Internet at www.ftse.com

Benchmark Index revision

The Benchmark Index's composition is revised monthly.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a pure replication method, which means that the Sub-fund will invest mainly in the bonds that underlie the Benchmark Index.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 1 to 4.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will not make use of derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on regulated markets.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

This sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the eurozone government bond segment and more specifically to eurozone countries with at least two AAA or equivalent credit ratings from the three rating agencies S&P, Moody's and Fitch.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

all distributable amounts are accumulated.

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SHARE CURRENCY

Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. The amount of subscription and redemption orders must be at least 100,000 euros.

Subscriptions in kind
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that an exact and whole number of Sub-fund shares are subscribed and that the total subscription amount is equivalent to at least 100,000 euros .
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) a number of bonds in the Benchmark Index having a total value of at least 100,000 euros, which the subscriber must deliver, and if necessary,
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference between the reference net asset value multiplied by the number of shares subscribed and the value of the bonds to be delivered on the reference net asset value date.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com

If shares are subscribed in kind, the management company reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in euros.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the shares are listed on Euronext Paris, as specified in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the indicative net asset value (hereinafter "iNAV") of the Sub-fund's bonds. The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary markets.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

To calculate the iNAV of the Sub-fund's shares, which is calculated throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market price of the bonds comprising the Benchmark Index used to calculate the level of the Benchmark Index, and therefore the evaluation of the iNAV is supplied directly by the MTS platform.

If one or more of the exchanges on which the bonds that make up the Benchmark Index are listed are closed (on a holiday as per the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

Euronext Paris SA will calculate and publish the Sub-fund's indicative net asset value , each Trading Day (as defined below) during trading hours

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.

Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or the provision of the FTSE MTS Highest Rated Macro-Weighted Government Bond 1-3Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document, and the most recent annual and periodic documents will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in euros.

SUB-FUND No. 21: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 3-5Y (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-EUR share class: FR0011146349

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 3-5Y (DR) (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 8 November 2011 and was established on 25 November 2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure to increases and decreases in the Eurozone government bond segment, by replicating the performance of the FTSE MTS Highest Rated Macro-Weighted Government Bond 3-5Y(Mid Price) index (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" type index (i.e. all coupons from the Benchmark Index components are reinvested in the index.

The Benchmark Indexmeasures the performance of the eurozone government bond segmentand more specifically that of eurozone countries that have at least two AAA or equivalent credit ratings from the three credit rating agencies Standard & Poor's, Moody's and Fitch. It is denominated in euros.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

The Benchmark Index is calculated by FTSE MTS.

FTSE MTS is a private company based in London and regulated by the FCA. FTSE MTS manages the European FTSE MTS electronic trading platform for the benchmark bonds in the eurozone and is also responsible for calculating and disseminating the value of the FTSE MTS indices.

Methodology

The Benchmark Index is composed of bonds issued by the eurozone countries with the highest credit ratings, These bonds are weighted in the index on the basis of macroeconomic indicators. The Benchmark Index is provided with a history of index values dating back to December 1998. As explained below, the initial index components were selected using the same criteria as those used for FTSE MTS Eurozone Government Broad indices (except for the credit-rating criterion).

The Benchmark Index comprises at least five issuers. If an issuer is downgraded it will be replaced in the index, provided that there is another country that is eligible, such that the required minimum number of five issuers is maintained.
The Benchmark Index securities are therefore among the highest rated eurozone sovereign bonds.

- To qualify for the Benchmark Index bonds must meet the following criteria:

  (i) nominal value and coupon are denominated in euros with no option or convertibility
  (ii) listed on the FTSE MTS platform
  (iii) issued by a sovereign eurozone government having at least two out of three AAA ratings from Standard & Poor's, Moody's and Fitch, and selected by FTSE MTS from among the following countries: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
  (iv) Maturity exceeds one year
  (iv) with issuance of at least two billion euros

The Benchmark Index must comprise at least five issuing countries. If an issuer is downgraded it will be replaced in the index, provided that there is another country that is eligible, such that the required minimum number of five issuers is maintained.

- The composition of these indices is revised monthly.
- The complete methodology is available atwww.ftse.com
- The performance tracked is the closing index price at 5: 30 pm (CET).

Benchmark index publication

The Benchmark Index available in real time through Reuters and Bloomberg.

Reuters code: FMMPHRB5=
Bloomberg code: FMMPHRB5
The Benchmark Index's closing price is available on the Internet at www.ftse.com

Benchmark Index composition and revision

The Benchmark Index's composition is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ a pure replication method, which means that the Sub-fund will mainly invest in the bonds that underlie the Benchmark Index.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 2 to 6.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

The asset manager by delegation currently intends to invest mainly in the assets indicated below.

2. Balance sheet assets (excluding embedded derivatives)
The Sub-fund may invest in international debt securities, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other instruments in accordance with the regulations.

3. Off-balance sheet assets (derivatives)
The Sub-fund will not make use of derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on regulated markets.

4. Securities with embedded derivatives
N/A.

5. Cash deposits
In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral
N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the eurozone government bond segment and more specifically to eurozone countries with at least two AAA or equivalent credit ratings from the three rating agencies S&P, Moody's and Fitch.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.

All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

all distributable amounts are accumulated.

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SHARE CURRENCY

Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions in kind
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that a whole number of Sub-fund shares are subscribed and that the total subscription amount is equivalent to at least 100,000 euros.
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1)) a number of bonds in the Benchmark Index having a total value of at least 100,000 euros, which the subscriber must deliver, and if necessary:
(2) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference between the reference net asset value multiplied by the number of shares subscribed and the value of the bonds to be delivered on the reference net asset value date.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com
If shares are subscribed in kind, the management company reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in euros.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) **If the shares are listed on Euronext Paris, as specified in the "Key Information" section, investors should note the following rules**

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the indicative net asset value (hereinafter "iNAV") of the Sub-fund's bonds. The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary markets.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

To calculate the iNAV of the Sub-fund's shares, which is calculated throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market price of the bonds comprising the Benchmark Index used to calculate the level of the Benchmark Index, and therefore the evaluation of the iNAV is supplied directly by the MTS platform.

If one or more of the exchanges on which the bonds that make up the Benchmark Index are listed are closed (on a holiday as per the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) **If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following**

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

The following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.

Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or the provision of the FTSE MTS Highest Rated Macro-Weighted Government Bond 3-5Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document, and the most recent annual and periodic documents will be sent to investors within eight business days upon receipt of a written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND No. 22: LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 5-7Y (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-EUR share class: FR0011146356

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF EUROMTS HIGHEST RATED MACRO-WEIGHTED GOVT BOND 5-7Y (DR) (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 8 November 2011 and was established on 25 November 2011.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide exposure to the performance, whether positive or negative, of the eurozone government bond segment by replicating the performance of the FTSE MTS Mid Price Highest Rated Macro-Weighted Government Bond 5-7Y (Mid Price)index (the "**Benchmark Index**"),denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" type index (i.e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index).

The Benchmark Index measures the performance of the eurozone government bond segment and more specifically of eurozone countries with at least two AAA or equivalent credit ratings from the three rating agencies S&P, Moody's and Fitch. It is denominated in euros.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

The Benchmark Index is calculated by FTSE MTS.

FTSE MTS is a private company based in London and regulated by the FCA. FTSE MTS manages the European MTS electronic trading platform for the benchmark bonds in the eurozone and is also responsible for calculating and disseminating the value of the FTSE MTS indices.

Methodology

The Benchmark Index is composed of bonds issued by the eurozone countries that have the highest credit ratings. They are weighted in the index on the basis of macroeconomic indicators. The Benchmark Index is provided with a history of index values dating back to December 1998. As explained below, the initial index components were selected using the same criteria as those used for FTSE MTS Eurozone Government Broad indices (except for the credit-rating criterion):
The Benchmark Index securities are therefore among the highest rated eurozone sovereign bonds.

- To qualify for the Benchmark Index bonds must meet the following criteria:
  - (i) nominal value and coupon are denominated in euros with no option or convertibility
  - (ii) listed on the FTSE MTS platform
  - (iii) issued by a sovereign eurozone government having at least two out of three AAA ratings from Standard & Poor's, Moody's and Fitch, and selected by FTSE MTS from among the following countries: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal, Slovenia and Spain
  - (iv) maturity exceeds one year
  - (v) with issuance of at least two billion euros

The Benchmark Index must comprise at least five issuing countries. . If an issuer is downgraded it will be replaced in the index, provided that there is another country that is eligible, such that the required minimum number of five issuers is maintained.

- The composition of these indices is revised monthly.
- The complete methodology is available atwww.ftse.com

- The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm (CET).

Benchmark Index publication.
The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: FMMPHRC5=
Bloomberg code: FMMPHRC5

Benchmark Index revision
The Benchmark Index's composition is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ a pure replication method, which means that the Sub-fund will invest mainly in the bonds that underlie the Benchmark Index.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 4 to 8.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in international debt securities, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other instruments in accordance with the regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will not make use of derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on regulated markets.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

An event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the eurozone government bond segment and more specifically to eurozone countries with at least two AAA or equivalent credit ratings from the three rating agencies S&P, Moody's and Fitch.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

All distributable amounts are accumulated.

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

SHARE CURRENCY

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: O0pm (Paris time) on a Primary Market Day will be processed as if received before 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions in kind.
Shares may be subscribed in exchange for the Benchmark Index's underlying bonds, provided that a whole number of Sub-fund shares are subscribed and that the total subscription amount is equivalent to at least 100,000 euros .
These subscription orders will be carried out at the closing price of the markets where the securities are traded and pursuant to the terms that Lyxor International Asset Management has set forth and which include:
(1) the delivery of a number of bonds in the Benchmark Index with a total value of at least 100,000 euros, and if necessary,
(2)) a cash amount in euros (the "Balance"), which the Sub-fund will pay or receive as required. This positive or negative Balance is the difference between the reference net asset value multiplied by the number of shares subscribed and the value of the bonds to be delivered on the reference net asset value date.
The number of each bond comprising the Benchmark Index mentioned in (1) above and the Balance mentioned in (2) above will be published on Reuters and on Lyxor's website at www.lyxoretf.com
If shares are subscribed in kind, the asset manager reserves the right to refuse the securities proposed and will have seven days after the securities are deposited to notify its decision.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in euros.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) **If the shares are listed on Euronext Paris, as specified in the "Key Information" section, investors should note the following rules**

Negotiability of shares and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the indicative net asset value (hereinafter "iNAV") of the Sub-fund's bonds. The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary markets.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

To calculate the iNAV of the Sub-fund's shares, which is calculated throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market price of the bonds comprising the Benchmark Index used to calculate the level of the Benchmark Index, and therefore the evaluation of the iNAV is supplied directly by the MTS platform.

If one or more of the exchanges on which the bonds that make up the Benchmark Index are listed are closed (on a holiday as per the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

The following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "**Holders**").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.

Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or the provision of the FTSE MTS Highest Rated Macro-Weighted Government Bond 5-7Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent in by the investors' financial intermediary (a member of Euroclear France S.A.) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document, and the most recent annual and periodic documents will be sent to investors within eight business days upon receipt of a written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.
Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The sub-fund's assets are valued in compliance with the applicable laws and regulations, and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Securities traded on a French or foreign regulated market are assessed at their market price. The assessment of the reference market price is made according to the provisions decreed by the board of directors. The manner in which these rules shall be applied is specified in the notes to the annual accounts.

However:

- The securities for which the price is not determined on the assessment date or for which the price was corrected are assessed at their probable trading value under the responsibility of the board of directors. These assessments and their justification are provided to the auditor at the time of the latter's verifications.

- Debt securities and similar securities that are not the subject of significant transactions are assessed by application of an actuarial method, with the adopted rate being that of the issues of equivalent securities affected, as relevant, by a difference that is representative of the intrinsic characteristics of the security's issuer. However, negotiable debt instruments with a remaining maturity of less than three months may, in the absence of special considerations, be evaluated by reference to the straight-line method. The application provisions for these rules are set by the board of directors. They are specified in the notes to the annual accounts.

- The units or shares of UCITS are assessed at the last known net asset value.

- Securities that are not negotiated on a regulated market are assessed at their probable trading value, under the responsibility of the board of directors.

- Securities that are the subject of temporary transfer or acquisition contracts are assessed in compliance with the applicable regulations, with the implementing rules being determined by the board of directors and stipulated in the appendix to the annual accounts.

- The operations relating to firm or conditional forward financial instruments negotiated on French or foreign organized markets are valued at the market value according to the provisions determined by the board of directors. They are specified in the notes to the annual accounts.

- Firm or condition forward operations or exchange operations completed on over-the-counter markets authorized by the regulations applicable to UCITS are valued at their market value or a value estimated according to the provisions determined by the board of directors and stipulated in the appendix to the annual accounts.

Furthermore, an indicative net asset value will be calculated by NYSE Euronext if the sub-funds are admitted to listing.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 23: LYXOR UCITS ETF MTS BTP 1-3Y ITALY GOVERNMENT BOND (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011313741
D-EUR share class: FR0011316124

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The Sub-fund is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker sub-fund (hereinafter the "Sub-fund").

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 5 September 2012 and was established on 21 September 2012.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the "FTSE MTS Italy Government 1-3Y(Mid Price) Index" (the "**Benchmark Index**") denominated in EUR and representative of Italian sovereign bonds with maturities of 1 to 3 years while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index, the FTSE MTS Italy Government 1-3Y(Mid Price) Index, is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the index).

The Benchmark Index measures the performance of the Italian government bond segment, with maturities of one to three years. It is denominated in EUR.

The Benchmark Index is calculated by FTSE MTS.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at http: //www.ftse.com/: www.ftse.com.

Methodology

The Benchmark Index comprises bonds issued by the Italian government with maturities of one to three years. The index components were initially selected using the same criteria as for the FTSE MTS Government Indices, which are shown below.

- To qualify for the Benchmark Index bonds must meet the following criteria:
  - (i) Nominal bonds, with fixed coupons, redeemable at maturity in local currency, without embedded options and non-convertible
  - (ii) traded on the FTSE MTS platform
  - (iii) issued by the Italian government
  - (iv) Have a minimum outstanding issuance of one billion euros
- The composition of these indices is revised monthly.
- The complete methodology is available atwww.ftse.com
- The performance tracked is that of the index closing price at 5: 30 pm (CET).

Benchmark Index publication

The Benchmark Index price is fixed daily and available through Reuters and Bloomberg.
Reuters code: FMMPITA5 =
Bloomberg code: FMMPITA5
The Benchmark Index's closing price is available on the Internet at www.ftse.com.

Benchmark Index revision

The Benchmark Indexis revised monthly using the methodology described in the Benchmark Index Rulebook, available on the FTSE MTS website at www.ftse.com.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Interest-rate sensitivity range:	From 1 to 4.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 10% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the units or shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk

THE CAPITAL INVESTED IS NOT GUARANTEED. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also affect the process of subscriptions, conversions and redemptions of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the formula for or the method of calculating the index (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of Italian government bonds.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: all distributable amounts are accumulated
D-EUR share class: If a distribution is decided, the Board of Directors reserves the right to distribute all or part of distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

SHARE CURRENCY

Shares	**C-EUR**	**D-EUR**
Share currency	EURO	EURO

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

2 PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed Sub-fund's shares differs significantly from its indicative net asset value, or if trading in the Sub-fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the Sub-fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.
-

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the iNAV cannot be calculated
, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the registered office of LYXOR INTERNATIONAL ASSET MANAGEMENT, 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Italy Government 1-3Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 24: LYXOR UCITS ETF MTS 1-3Y FRANCE GOVERNMENT BOND (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011313733
D-EUR share class: FR0011316496

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF MTS 1-3Y France GOVERNMENT BOND (DR) (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 5 September 2012 and was established on 21 September 2012.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the "FTSE MTS France Government 1-3Y (Mid Price) Index" (the "**Benchmark Index**") denominated in EUR and representative of the performance of French government bonds with maturities of 1 to 3 years, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index).

The Benchmark Index measures the performance of the French government bond segment, with maturities of one to three years. It is denominated in EUR.

The Benchmark Index is calculated by FTSE MTS.

Methodology

The Benchmark Index bonds issued by the French government with maturities of one to three years. As explained below, the initial index components were selected using the same criteria as those used for the other FTSE MTS Government indexes.

- To qualify for the Benchmark Index bonds must meet the following criteria:
  - (v) Nominal bonds, with fixed coupons, redeemable at maturity in local currency, without embedded options and non-convertible
  - (vi) traded on the FTSE MTS platform
  - (vii) Issued by the French government
  - (viii) Have a minimum outstanding issuance of one billion euros
- The composition of these indices is revised monthly.
- The complete methodology is available at www.ftseindices.com
- The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm (CET).

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftseindices.com.

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: FMMPFRA5=
Bloomberg code: FMMPFRA5

The Benchmark Index's closing price is available on the Internet at www.ftseindices.com

Benchmark Index revision

The Benchmark Index is revised monthly using the methodology described in the Benchmark Index Rulebook, available on the Internet at www.ftseindices.com

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and 100% of assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 1 to 4.
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 10% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.
Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "**Agent**) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Inerest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also adversely affect share subscription, conversion and redemptions.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.

(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted

(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of French government bonds.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

SHARE CURRENCY

Shares	C-EUR	D-EUR
Share currency	EURO	EURO

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.

C-EUR share class: Distributable amounts are accumulated
D-EUR share class: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SUBSCRIPTION AND REDEMPTION

1/ SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

The Sub-fund's net asset value is calculated using the 5: 30 pm closing price (Paris time) of the Benchmark Index denominated in euros.

The Sub-fund's net asset value is denominated in EUR.

2 PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed Sub-fund's shares differs significantly from its indicative net asset value, or if trading in the Sub-fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations that apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the registered office of LYXOR INTERNATIONAL ASSET MANAGEMENT, 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS France Government 1-3Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request from the investor to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the Board of Directors reserves the right to value these securities at their current value if it deems that they are particularly exposed to interest-rate or other market risks. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the Board of Directors reserves the right to value these securities at their current value if it deems that they are particularly exposed to interest-rate or other market risks. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The Board of Directors monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the Board of Directors' responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the asset manager's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 25: LYXOR UCITS ETF UNLEVERAGED S&P 500 VIX FUTURES ENHANCED ROLL

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011376565
C-USD share class: FR0011376573

CLASSIFICATION

Diversified
The Sub-fund LYXOR UCITS ETF UNLEVERAGED S&P 500 VIX FUTURES ENHANCED ROLL (the "Sub-fund") is an actively managed sub-fund of an ETF UCITS fund.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 08/01/2013, and was established on 22/05/2013

INVESTMENT OBJECTIVE

The actively managed Sub-fund's objective is to obtain variable exposure of up to 50% (the "**Target Exposure**") to increases and decreases in the S&P500 Vix Futures Enhanced Roll Index (the "**Index**"), while limiting "value at risk" (VaR) through the use of money-market instruments.

To achieve this objective, the Sub-fund will be exposed to a Benchmark Portfolio (as defined in the "Investment Strategy" section).

INDEX

The active management method described in the Investment Strategy" section is not compatible with the use of a Benchmark Index. Nonetheless, the Benchmark Portfolio is exposed to the Index.

The index is calculated by S&P
The Index is defined and calculated by S&.
The Index is exposed to increases and decreases in the prices of futures contracts traded on the Chicago Board Options Exchange (CBOE) that reflect the implied volatility of the S&P 500 Index. The Index also offers exposure to the US money market, as the investment strategy requires no capital outlay.

Methodology
The S&P index comprises the 500 leading American companies and is denominated in US dollars.
The Index is calculated in real time and available on the S&P website: www.standardandpoors.com
The performance of the Index matches the performance of a basket of short-term futures contracts (1 to 2 months) and medium-term futures contracts (3 to 5 months) on the VIX index plus the aggregate interest on US Treasuries (3-month T-Bill). To optimize the Index's performance, the basket comprises medium-term futures in stable periods and short-term futures in stress periods. Movement from one basket to the other is defined, according to index methodology, by signals based on the value of the VIX in relation to its moving average.

The performance tracked is the Index's closing price at 3.15pm in Chicago (GMT-6) in US dollars.

Since the methodology used to calculate the Benchmark Index is not based on direct investment in the VIX volatility index but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts daily.
Over time this could significantly diminish the Sub-fund's performance in comparison with the gross performance of the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund.

A full description of the Index and its construction methodology and information on the composition of the Benchmark Index are available on the Internet at www.spindices.com

Index publication
The Index is calculated daily at the 3: 15 pm closing price in Chicago.

The index level is available on Reuters and Bloomberg.
Reuters code: .SPVIXETR
Bloomberg code: SPVIXETR

The Benchmark Index closing price is available on the website of the Benchmark Index sponsor atwww.spindices.com

Index revision
The Index's composition is revised quarterly, or prior to this, under exceptional circumstances as determined by the Index sponsor and described in the Benchmark Index methodology.

The frequency this rebalancing will have an impact on the costs borne by the Sub-fund and could accordingly affect its performance.
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INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund will (i) purchase a basket of balance sheet assets, consisting mainly of global equities, and (ii) use an OTC swap contract that enables the Sub-fund to achieve its investment objective by converting the exposure of its balance sheet assets into exposure to the Benchmark Portfolio, as defined below.

This Benchmark Portfolio is calculated in en US dollars once a day by Lyxor International Asset Management with reference to the closing price of the Index on the same day.

The Benchmark Portfolio will be composed of the following elements:

- a VIX basket, offering variable exposure to the S&P500 Vix Futures Enhanced Roll Index with the objective of achieving the Target Exposure in a low-volatile market, i.e. 50% of the value of the Benchmark Portfolio (hereinafter, "VIX basket")

- a variable money-market portfolio, whose performance replicates the overnight Fed funds capitalised rate (hereinafter "Money market portfolio"), enabling, in particular, the Sub-fund's VaR to be limited.

The management involves adjusting the value of the VIX basket dally (if necessary) so as to bring it to the level of exposure fixed for the week.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a single issuing entity when this is shown to be justified by exceptional market conditions and in particular when certain securities are largely dominant and/or when high volatility affects a financial instrument or securities linked to an economic sector represented in the Index, as in the event of a public offering that substantially affects an Index security or a significant drop in the liquidity of one or more of the Index's financial instruments.

a. The VIX basket:

On each day D, the value of the VIX basket is determined by the value of the Benchmark Portfolio at D-1 multiplied by the Exposure (as defined below) up to the maximum limit of the Target Exposure.

b. The Exposure:

The "**Exposure**" is a parameter fixed by Lyxor International Asset Management and revised each week by a management committee (the "**Committee**"). It is used to calculate the exposure to the Benchmark Portfolio to the S&P500 Vix Futures Enhanced Roll seven working days after its determination, for a period of one week (the "**Period**").

In a low-volatile market situation, the Exposure will be close or equal to the Target Exposure. In a volatile market situation, resulting in a substantial increase in the Sub-fund's VaR, the Exposure will be reduced in order to limit the VaR.
The determining factors taken into account by Lyxor International Asset Management when fixing the level of Exposure for the relevant Period are the Sub-fund's VaR, as well as volatility forecasts for the Index over the Period.

The level of Exposure will be between 0% and 50%, with a target of 50% in a low-volatile market.

Reduction in the Exposure below the Target Exposure corresponds to high volatility realised by the Index as well as high forecast volatility for Index for the Period, resulting in increased VaR for the Sub-fund;

Conversely, a return to the Target Exposure corresponds to a reduction in the volatility realised by the index as well as in the forecast volatility of the Index for the Period, resulting in limited VaR.

For the Period from the Sub-fund's inception date on 27/05/2013, the Exposure is fixed at 45%.

c. The Money-market basket:

On each day D, the Money-market basket is equal to the difference between the value of the Benchmark Portfolio and the value of the VIX basket as determined below.

d. Formula for calculating the value of the Benchmark Portfolio ("BP")

$$BP_d = \left[\underbrace{V_{d-1} \times \frac{S_d}{S_{d-1}}}_{\text{VIX basket}} + \underbrace{\left(BP_{d-1} - V_{d-1}\right) \times \left[1 + \left(r \times \frac{\Delta_d}{360}\right)\right]}_{\text{Money-market basket}} \right]$$

With:

BPd: the value in USD of the Benchmark Portfolio at date d

BP_0: the initial value of the Benchmark Portfolio = USD 100

Vd-1: the value of the VIX basket at date d-1 calculated as follows:

Vd-1 = E d-1 x BP d-1

With:

E: the Exposure determined at each Committee meeting seven working days before the last publication day of the Index for each week and applied on the first working day following this publication date for the Index. The Exposure will be equal to the Target Exposure in a low-volatile market and could be reduced to 0% if there is a substantial increase in the Sub-fund's VaR.

Sd: the closing price of the Index at the date d
Sd-1: the closing price of the Index at the date d-1

r: the US money-market overnight rate in USD, namely the Fed Funds rate observed on d-1 (posted on the Reuters [.FEDL] page. This rate serves as the reference for calculating the Money-market basket.

Δd: the number of calendar days between the two publication dates of the Index.

e. Information for investors regarding the Benchmark Portfolio:

Share-holders in the Sub-fund will be notified by posting on the website www.lyxoretf.com of the new exposure "E", which is revised each week no later than seven business days before the effective implementation of this new exposure in the calculation of the Benchmark Portfolio.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Portfolio.
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "**Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval .

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors in the Sub-fund will mainly be exposed to the following risks:

- Market risk of the implied volatility of the S&P 500 index:

The Sub-fund is exposed up to 50% to the variations in the S&P 500 VIX Futures Enhanced Roll Index. The Sub-fund is thus exposed up to 50% to the market risks linked to the implied volatility of the equities included in the S&P 500 Index. Investors are exposed, in particular, to a downward trend in volatility over the coming years.

- Interest rate risk:

The Sub-fund's is 50% to 100% exposed to changes in money-market rates, such as may occur subsequent to a monetary policy decision of the U.S. Federal Reserve. If this causes interest rates to fall below management fees and other structural costs, the Sub-fund's net asset value could decline.

Risk that the investment objective may not be fully achieved:

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments:

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the returns of the Benchmark Portfolio. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime:

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets:

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund:

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets:

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Index disruption risk:

If an event adversely affects the Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Index
iv) The index provider makes a material change in the formula for or the method of calculating the index (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) an Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Index's performance.

- Corporate action risk:

An unforeseen change, by the issuer of a security that is a component of the Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Index.

- Capital risk:

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Counterparty risk:

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective.
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When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Liquidity risk (primary market):

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Portfolio may also adversely affect the subscription, conversion or redemption of shares.

- Liquidity risk (secondary market:

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped;
ii) trading in the market(s) in the Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Risk of volatility futures:

As the underlying Index of the Benchmark Portfolio is composed of forward volatility contracts on the S&P500 Index, the Sub-fund is exposed to the liquidity risk inherent in the trading of such instruments.
Moreover, for exposure to be maintained, the futures contract positions must be "rolled-over", which consists in transferring a position on a futures contracts nearing maturity (and, in any case, before it expires) onto a futures contracts with a longer maturity.
The resulting contract roll-over may result in a loss or gain.

- EUR/USD risk (on C-EUR shares only)

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Portfolio. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Portfolio increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

Investors in this Sub-fund are seeking exposure, which is variable to up to 50%, to increases and decreases in the Index.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR and C-USD shares: all distributable amounts are accumulated.

DISTRIBUTION FREQUENCY

N/A

SHARE CHARACTERISTICS

Shares may only be subscribed in cash.

CURRENCY

Share class	C-EUR	C-USD
Share currency	EUR	USD

CONDITIONS SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

C-EUR shares

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices are quoted for a significant proportion of the Index (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value on that Primary Market Day (hereinafter the **"reference NAV"**). Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros, or for at least the USD equivalent of 100,000 euros for C-USD shares.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book;
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris will use the Index level and the Fed Funds benchmark index published by Reuters.

The market price of the futures included in the Index used to calculate the level of the S&P 500 VIX Futures Enhanced Roll Index and, therefore, the evaluation of the iNAV, is supplied to Reuters by the exchange on which the futures contracts included in the Index are listed.
If one or more of the exchanges on which the Index's futures contracts are trade is closed (on a public holiday on the TARGET calendar), and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The Index level on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type shares is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

C-EUR shares

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of EUR 50,000 per subscription order or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of EUR 50,000 per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

C-USD shares

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of EUR 50,000 per subscription order or 5%, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher of the USD equivalent of EUR 50,000 per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes, etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus, or of an offer for or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries, pursuant to the national regulations that may apply to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

Euronext Paris SA will calculate and publish the Sub-fund's indicative net asset value , each Trading Day (as defined below) during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF UNLERVERAGED S&P500 VIX Futures Enhanced Roll fund (the "Sub-Fund") is sponsored, approved, sold nor recommended by Standard & Poor's or its subsidiaries ("S&P") nor by the Chicago Board Options Exchange Inc ("CBOE") S&P and CBOE make no representation, warranty or guarantee, explicit or implicit, to Fund holders or to any member of the public relating to investment opportunities in securities in general or in the particular the Sub-fund or in relation to the ability of the S&P 500 VIX Futures Enhanced Roll Index to track the yield of certain financial markets and/or sections of them and/or asset classes or groups. The only relationship between S&P and CBOE to Lyxor International Asset Management is the granting of licenses for certain registered trademarks or commercial marks and for the S&P 500 VIX Futures Enhanced Roll Index that is defined, composed and calculated by S&P, without regard for pour Lyxor International Asset Management or for the Sub-fund. S&P is not obliged to take account of the needs of Lyxor International Asset Management or its fund-holders when defining the composition of or calculating the S&P 500 VIX Futures Enhanced Roll Index. S&P and CBOE are not responsible and have not been party to the definition of prices and amounts in the Sub-fund or the schedule for issuing or selling the Sub-funds or in defining or calculating the equation for converting shares in the Sub-funds into liquid assets. S&P and have no obligations or responsibilities in terms of the administration, marketing or selling of the Sub-fund.
S&P and CBOE do not guarantee the accuracy and/or comprehensiveness of the S&P 500 VIX Futures Enhanced Roll Index or any data in it and will not be responsible for any error, omission or interruption relating to it. S&P and CBOE make no declaration or provide no conditions or guarantees, explicit or implicit, relating to the results that will be obtained by Lyxor International Asset Management, Sub-fund holders or any other person or entity using the S&P 500 VIX Futures Enhanced Roll Index or any data in it. S&P and CBOE make no declaration or give any condition or guarantee, explicit or implicit, and expressly deny any guarantee, market quality conditions or aptitude for an objective or specific use and any other guarantee or condition, explicit or implicit, relating to the S&P 500 VIX Futures Enhanced Roll Index or any data in it. Without limiting what precedes, S&P et CBOE will not be responsible for any special, punitive, indirect or consequent damage (including loss of profits) resulting from using the S&P 500 VIX Futures Enhanced Roll Index or any other data in it, even if it was warned of the possibility that the said damage may occur.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the “Publication Date” section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company’s website and in the Multi Unit France fund annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The absolute VaR calculation method is used to assess overall risk exposure.
The indicative leverage will range from 0% to up to 50% maximum.

ASSET VALUATION AND ACCOUNTING RULES

a. VALUATION RULES

The Sub-fund’s assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund’s net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund’s net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund’s base currency are the WM Reuters fixing rates published on the day the Sub-fund’s net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

C-EUR and C-USD shares: For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-funds accounts will be kept in euros.

SUB-FUND NO. 26: LYXOR UCITS ETF BONO 10Y – MTS SPAIN GOVERNMENT BOND (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011384148
D-EUR share class: FR0011384155

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF BONO 10Y – MTS SPAIN GOVERNMENT BOND (hereinafter the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 31/01/2013 and was established on 11/02/2013

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the FTSE MTS Target Maturity Government Bond Spain (Mid Price) Index (the "**Benchmark Index**") denominated in EUR and representative of Spanish sovereign bonds having a target residual maturity of 10 years, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the index..

The Benchmark Index measures the performance of Spanish government bonds having an average residual maturity of 10 years. It is denominated in euros.

The Benchmark Index is calculated by FTSE MTS.

Benchmark Index methodology

The Benchmark Index is composed of bonds issued by the Spanish government with an average residual maturity of 10 years. The index components were initially selected using the same criteria as for the other FTSE MTS indices, which are shown below.

- To qualify for the Benchmark Index bonds must meet the following criteria:
  - (i) Nominal, fixed-coupon bonds, redeemable upon maturity, denominated in the local currency, with no embedded option or maturity
  - (ii) traded on the FTSE MTS platform
  - (iii) issued by the Spanish government
  - (iv) have a minimum outstanding issuance of one billion euros

The Benchmark Index's composition is revised monthly.

The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm (CET).

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at www.ftse.com

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
The Benchmark Index is available through Reuters and Bloomberg.

Reuters code: FMMPESX5=
Bloomberg code: FMMPESX5

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website www.lyxoretf.com

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 7 to 12
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 10% of net assets
Currency risk to which the Sub-fund is exposed:	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: from 0 to 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

When the Fund lends securities or sells them on a temporary basis it must in exchange receive securities and/or cash as collateral to reduce the counterparty risk of these transactions.

All collateral the Fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to liquidity, valuation, the credit-worthiness of securities issuers, correlation, and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Fund may consist of:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Fund's management company shall apply a discount to the collateral accepted by the Fund for securities lending and repo transactions. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:

Non-cash collateral will not be sold, reinvested or pledged.

At the manager's discretion, cash collateral may either be:

- deposited in an authorised institution;
- invested in high-quality government bonds;
- used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund is able to withdraw the total amount of its cash collateral and the accrued interest at any time;
- invested in short-term money market funds that meet the guidelines for a common EU definition of money market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk
The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk
Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. In compliance with UCITS regulations, counterparty risk exposure cannot exceed 10% of the value of Sub-fund's total assets per counterparty. When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
(v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of Spanish government bonds.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: Distributable amounts are accumulated
D-EUR share class: The Board of Directors reserves the right to accumulate and/or distribute all or part of income. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

D-EUR shares only: If a distribution is decided, the Board of Directors reserves the right to distribute all or part of income in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

CURRENCY

Share class	C-EUR	D-EUR
Share currency	EURO	EURO

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash:

Subscriptions/redemptions made exclusively in cash will be carried out on the basis of the reference NAV.

Delivery and settlement:

Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated

if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV").

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

If the EuroMTS platform is closed (on a public holiday on the TARGET calendar), the Benchmark Index price cannot be determined, the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's asset manager by delegation, will provide NYSE Euronext with all the financial and accounting data that NYSE Euronext needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern this share. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type shares is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

C-EUR and D-EUR shares:

Fees paid by investors upon subscription or redemption)	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

(*)IF TRADING IN THE SECONDARY MARKET IS SUSPENDED, SHAREHOLDERS WILL BE ABLE TO REDEEM THEIR SHARES ON THE TERMS SET OUT IN THE PROSPECTUS UNDER THE HEADING "CONDITIONS FOR PURCHASES AND SALES ON THE SECONDARY MARKET".

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Target Maturity Eurozone Government Bond Spain (Mid Price)IG 25Y+ Index,sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by EuroClearFrance S.A..
Subscription and redemption orders must be sent in by the investors' financial intermediary (a EuroClear member) for processing by the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Multi-Unit France fund annual report..

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.
The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in euros.

SUB-FUND No. 27: LYXOR UCITS ETF MTS 1-3Y SPAIN GOVERNMENT BOND (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR share class: FR0011501618
D-EUR share class: FR0011501634

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF MTS 1-3Y SPAIN GOVERNMENT BOND (DR) sub-fund (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 04/06/2013 and was established on 18/06/2013.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of theFTSE MTS Spain Government 1-3Y(Mid Price) Index (the "**Benchmark Index**") denominated in euros and representative of Spanish government bonds with maturities of 1 to 3 years, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index.

The Benchmark Index is denominated in euros.

The Benchmark Index measures the performance of Spanish government bonds with maturities of 1 to 3 years.

The Benchmark Index is calculated by FTSE MTS.

The Benchmark Index is composed of Spanish government notes and bonds having maturities of from 1 to 3 years. As explained below, the initial index components were selected using the same criteria as those used for the other MTS Government indexes.

- To qualify for the Benchmark Index bonds must meet the following criteria:

  (i) Nominal bonds, with fixed coupons, redeemable at maturity in local currency, without embedded options and non-convertible
  (ii) traded on the FTSE MTS platform
  (iii) Issued by the Spanish government
  (iv) Have a minimum outstanding issuance of one billion euros

The Benchmark Index's composition is revised monthly.
The complete methodology is available atwww.ftse.com
The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm (CET).

Benchmark Index publication

The Benchmark Index daily fixing price is available on Reuters and Bloomberg.
Reuters code: FMMPESG5=
Bloomberg code: FMMPESG5
The Benchmark Index's closing price is available on the Internet at www.ftse.com

Benchmark Index composition and revision:

The Benchmark Index is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and up to 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity	From 1 to 4.
Currencies in which the Sub-fund's securities are denominated	Euros: 100% of net assets Other: 0 to 10% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager by delegation reserves the right to use other financial instruments in compliance with regulations.

3.Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. **Cash deposits**

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

When the Sub-fund lends or otherwise temporarily disposes of securities it must receive collateral in the form of securities and/or cash to reduce the counterparty risk associated with these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All non-cash collateral must be of high quality, be highly liquid and be traded on a regulated exchange or a multilateral trading facility with transparent pricing to enable rapid sale at a price near the valuation price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and assets of equivalent liquidity, such as short-term bank balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:
Non-cash collateral will not be sold, reinvested or pledged.

At the manager's discretion, cash collateral may either be:
(i) deposited in an authorised institution;
(ii) invested in high-quality government bonds;
(iii) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund is able to withdraw the total amount of its cash collateral and the accrued interest at any time;

(iv) invested in short-term money market funds that meet the guidelines for a common EU definition of money market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk
The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk
Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities transactions
If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Operational Risk

An operational failure of the Board of Directors or of one of its representatives may delay the subscription, conversion or redemption of shares or otherwise disrupt service to investors.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of Spanish government bonds.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: all distributable amounts are accumulated.
D-EUR share class: The Board of Directors reserves the right to accumulate and/or distribute all or part of income, in one or more distributions per annum. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SHARE CURRENCY

Shares	C-EUR	D-EUR

Share currency	EURO	EURO

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value on that Primary Market Day (hereinafter the **"reference NAV"**). Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS:

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 3% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS:

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The units are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"

- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value
Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

The market prices of the bonds in the Benchmark Index used to calculate its level and accordingly determine the iNAV are provided directly by the EuroMTS platform.
If the EuroMTS platform is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% of the net asset value per share multiplied by the number of shares, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Spain Government 1-3Y (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France prospectus fund, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 28: LYXOR UCITS ETF BTP 10Y – MTS ITALY GOVERNMENT BOND (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR share class: FR0011548106
D-EUR share class: FR0011548114

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF BTP 10Y – MTS Italy Government Bond (DR) sub-fund (the "Sub-fund") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 07/08/2013 and was established on 02/09/2013.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of theFTSE MTS Target MaturityGovernment Bond Italy (Mid Price) Index (the "**Benchmark Index**") denominated in EUR, which is representative of Italian sovereign bonds having atarget residual maturity of 10 years, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.02%.

Benchmark Index

The Benchmark Index is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index.

The Benchmark Index is denominated in euros.

The Benchmark Index measures the performance of Italian sovereign bonds having an average residual maturity of 10 years.

The Benchmark Index is calculated by FTSE MTS.

The Benchmark Index is composed of Italian sovereign bonds having an average residual maturity of 10 years. As explained below, the initial index components were selected using the same criteria as those used for the other FTSE MTS Government indexes.

- To qualify for the Benchmark Index bonds must meet the following criteria:
  - (v) Nominal bonds, with fixed coupons, redeemable at maturity in local currency, without embedded options and non-convertible
  - (vi) traded on the FTSE MTS platform
  - (vii) issued by the Italian government
  - (viii) having minimum outstanding issuance of two billion euros
- The Benchmark Index's composition is revised monthly.
- The complete methodology is available atwww.ftse.com
- The performance tracked is that of the Benchmark Index's closing price at5: 30 pm (CET).

Benchmark Index publication

The Benchmark Index daily fixing price is available on Reuters and Bloomberg.
Reuters code: FMMPITX5 =
Bloomberg code: FMMPITX5
The Benchmark Index's closing price is available on the Internet at www.ftse.com

Benchmark Index composition and revision:

The Benchmark Index is revised monthly.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and up to 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Fund's targeted interest-rate sensitivity	From 7 to 12.
Currencies in which the Sub-fund's securities are denominated	Euros: 100% of net assets Other: 0 to 10% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may hold financial instruments of any kind, in compliance with regulatory ratios.
The Sub-fund will mainly be invested in the bonds that make up the Benchmark Index.
Investment in undertakings for collective investment in transferrable securities (**"UCITS"**) that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4.Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions;
- the identity of the counterparty(ies) involved in these transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8.Collateral

When the Sub-fund lends or otherwise temporarily disposes of securities it must receive collateral in the form of securities and/or cash to reduce the counterparty risk associated with these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All non-cash collateral must be of high quality, be highly liquid and be traded on a regulated exchange or a multilateral trading facility with transparent pricing to enable rapid sale at a price near the valuation price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and assets of equivalent liquidity, such as short-term bank balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:
Non-cash collateral will not be sold, reinvested or pledged.

At the manager's discretion, cash collateral may either be:
(i) deposited in an authorised institution;
(i) invested in high-quality government bonds;

(ii) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund is able to withdraw the total amount of its cash collateral and the accrued interest at any time;
(iii) invested in short-term money market funds that meet the guidelines for a common EU definition of money market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Credit risk
The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

Benchmark Index tracking risk
Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities transactions
If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
(v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
(vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to increases and decreases in the prices of Italian government bonds.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS.

C-EUR share class: all distributable amounts are accumulated
D-EUR share class: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SHARE CURRENCY

Shares	C-EUR	D-EUR
Share currency	EURO	EURO

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at the net asset value on that Primary Market Day (hereinafter the **"reference NAV"**). Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.45% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:
The units are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:

- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than Lefts"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

The market prices of the bonds in the Benchmark Index used to calculate its level and accordingly determine the iNAV are provided directly by the EuroMTS platform.
If the EuroMTS platform is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's asset manager by delegation, will provide Euronext Paris with all the financial and accounting data that Euronext Paris needs to calculate the Sub-fund's iNAV and in particular, as the reference net asset value, the net asset value of the Sub-fund on the previous business day, along with a reference level for the Benchmark Index that is the previous business day's fixing price.
NYSE Euronext Paris will use this reference net asset value and these reference Benchmark Index levels to calculate the Sub-fund's iNAV for the next Trading Day, which is updated in real time.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)
The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5%, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES
These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A
Cost of temporary purchases and disposals of securities	The amount of the transaction	35% of the income obtained from these transactions

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell units in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "Holders").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Target Maturity Government Bond Italy (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts".

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 29: LYXOR UCITS ETF CSI 300 A-SHARE

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011526870
D-EUR share class: FR0011526896
C-USD share class: FR0011526904
D-USD share class: FR0011526862

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF CSI 300 A-SHARE fund (the "Sub-fund") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 23/08/13 and was established on 10/09/13.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance of the CSI 300 Net Total Return index (the "**Benchmark Index**"), denominated in Chinese Yuan (CNY), which is representative of the performances of the large caps on "A-shares" market, namely, securities issued by companies founded in the People's Republic of China, excluding Hong Kong, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.30%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. the dividends from the Benchmark Index components are reinvested).

The Benchmark Index measures the performance of the "A-shares" market, i.e. shares issued by companies formed in the People's Republic of China excluding Hong Kong, traded on the Shanghai and Shenzhen stock exchanges and quoted in Chinese Yuan (CNY), by targeting, in general, the 300 largest caps and the most liquid among all A-shares.

The stocks in the Benchmark Index are weighted according to their free-float adjusted market capitalization.

The Benchmark Index is calculated by China Securities index Co., Ltd ("CSI"), a joint venture between the Shanghai and Shenzhen stock exchanges incorporated on 25 August 2005, specializing in the management of financial indices and in the delivery of services associated with these indices.

Benchmark Index composition and revision

The composition of the Benchmark Index is revised every six months, according to the methodology described in the Benchmark Index's Rulebook, available on the website of China Securities Index Co. Ltd. at www.csindex.com.cn.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet atwww.csindex.com.cn.

Benchmark Index publication

The Benchmark Index available in real time through Reuters and Bloomberg.
Reuters code: CSIN00300
Bloomberg code: CSIN00300
The Benchmark Index's closing price is available on the Internet at www.csindex.com.cn.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges..

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.

The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The Sub-fund may only select a counterparty to a futures or forward contract that is a leading financial institution that is authorized to enter into such contracts for its own account.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4.Securities with embedded derivatives

N/A. The Sub-fund will not invest in securities with embedded derivatives

5.Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities

N/A. The Sub-fund shall not engage in any temporary purchases or sales of securities.

8.Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

vi) the calculation of the Benchmark Index is suspended or stopped;
vii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
viii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
ix) a market maker fails to comply with an exchange's rules
x) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk of C-EUR and D-EUR shares (EUR/CNY)

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these units to decrease, even if the value of the Benchmark Index increases.

- USD/CNY currency risk on D-USD and C-USD shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore cause the net asset value of these share classes to decrease, even if the value of the Benchmark Index increases.

- Emerging Market Risk:

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

- **Specific risk of investing in the People's Republic of China**

Persons buying shares in the Sub-fund must be aware of the following risks inherent to any investment in the People's Republic of China (**PRC**):

Economic, political and social risks

Any political change, social instability or insecurity and unfavourable diplomatic developments which may occur in or in connection with the PRC could result in the introduction by the Chinese State of additional restrictions and limits, in particular expropriation, excessive taxes or the nationalization of certain companies included in the Benchmark Index. Investors' attention is also drawn to the fact that any change in the politics of the PRC could have an adverse impact on the PRC stock exchanges and on the performances of the Sub-fund and could result in the winding up of the Sub-fund on the decision of the Board of Directors.

- Economic risks in the PRC

The economy of the PRC has recently grown very rapidly. It is, however, not certain that this growth will continue and it is possible that growth will be uneven across the different sectors of the PRC economy. Moreover, the government of the PRC has from time to time put in place various measures to prevent the economy from overheating. Moreover, the transformation of the PRC's economy from a socialist economy to a more market-oriented economy has resulted in economic and social tensions in the country such that no guarantee can be given that this transformation will continue or will remain a success. These considerations could negatively affect the performances of the Sub-fund.

- Capital repatriation risks

The system for repatriating capital is subject to the approval by the Chinese SAFE (State Administration of Foreign Exchange) and restrictions are placed regarding the sums and frequency of such repatriation. The Sub-fund uses OTC Swaps traded outside the People's Republic of China so the restrictions or suspensions regarding the ability of Qualified Foreign Institutional Investor s ("QFII ") to repatriate amounts in foreign currencies should not affect the operations of the Sub-fund.

However, when the counterparty of the swap is also a QFII or if this swap counterparty enters into a hedge with an affiliated company with QFII status, any impossibility for such QFIIs to repatriate foreign currencies could potential result in liquidity problems for the swap counterparty, which would certainly have a negative impact on the Sub-fund.

Furthermore, the regulations or certain norms in the PRC regarding the legal status of the repatriation to or convertibility of amounts in foreign currencies originating in the local Chinese market on other markets could be modified in a way that is detrimental, irrespective of the will of the Sub-fund and the Management Company.

Where applicable, the regulatory developments and unfavourable situations described above, which disrupt or restrict the convertibility or transferability of foreign currencies could potentially, not only:

(i) Negatively affect the ability of the Sub-fund to properly achieve its investment objective, and/or;
(ii) Adversely affect the performances of the Sub-fund, but could also;
(iii) Ultimately result in the winding up of the Sub-fund on the decision of the Board of Directors.

- Legal system in the PRC

The legal system in the PRC is based on statutory law. Nevertheless, a major part of the legislation and the regulations have not yet been tested and it is uncertain that they will be effectively applied. In particular, the PRC's regulations regarding exchange rate controls are relatively recent and their application is still very uncertain. Moreover, these regulations allow the China Securities Regulatory Commission – ("CSRC") and the State Administration of Foreign Exchange ("SAFE") considerable discretion as to how they interpret the rules, which is a source of uncertainty regarding how they are applied and used. These considerations could negatively affect the performances of the Sub-fund.

- The Sub-fund's shareholders have no rights to the underlying "A-shares"

An investment in "A-shares" (which include the securities included in the Benchmark Index) and the trading in these shares by foreign companies means that the latter must have received QFII status from the CSRC and a QFII quota from SAFE. Given that this Sub-fund does not have QFII status, it will obtain its economic exposure to these securities through an OTC swap. OTC swaps do not confer any rights or interest, neither beneficial ownership nor equity rights, to the relevant A-shares to which the OTC swaps relate. As a result, investors must be aware that an investment in the Sub-fund is not the equivalent of owning the A-shares making up the Benchmark Index. Investors will thus have no rights to such A-shares, neither as beneficial owners nor as owners, As an OTC swap represents an obligation of the

Swap Counterparty rather than a direct investment in A-shares, the Sub-fund may suffer losses equal to the total value of the swap if the Swap Counterparty fails to honour the obligations incumbent on it by virtue of the swap contract.

- Investment quota allocated to investors with QFII status

The PRC's regulations governing QFII status can be modified at any time by the CSRC and or SAFE which could have a prejudicial and negative impact on the Sub-fund's ability to achieve its investment objective and could result in the winding-up of the Sub-fund. In particular, QFII status means that any increase in the investment quota is subject to authorization from SAFE. If an investor with QFII status wishes to increase its own quota at any given time, it may take quite a long time for SAFE approval to be obtained. Any restriction placed on the amount of the quota made available to the Swap Counterparty by the CSRC and SAFE could, over a certain period, prevent the latter from increasing the size of the transactions relating to OTC traded swaps, in which case the Board of Directors could decide to close the Sub-fund to all new subscriptions if it proves impossible to designate another swap counterparty for the Sub-fund. As a result, this restriction could affect the shares, which could trade at a price above their net asset value. Finally, if the Swap Counterparty loses its QFII status or the related quota, it is lawful for the Board of Directors to wind up the Sub-fund, especially if it is impossible to find another swap counterparty.

- State control of exchange rates and of future exchange rate variations

Since 1994, the conversion of CNY into USD has been at the rates fixed by the People's Bank of China; the rates are fixed daily based on the exchange rates previous day's exchange rates observed on the interbank market in the PRC. On 21 July 2005, the government of the PRC introduced a floating exchange rate regime managed such that the value of the CNY fluctuates in line with supply and demand within a range fixed by the authorities, for example, with reference to a basket of currencies. No guarantee can be given that in the future the CNY exchange rate will not fluctuate significantly against the USD or other currencies. Any appreciation of the CNY against the USD or the EUR will increase the performances of the Benchmark Index expressed in USD or in EUR which replicates the Sub-fund by means of an OTC swap, and therefore its net asset value, which will be expressed in USD or in EUR, and vice versa.

- Dependence on the A-shares market

The existence of a liquid market for the A-shares can depend on the supply of and demand for A-shares. It should be noted that the Shanghai and Shenzhen stock exchanges, on which the A-shares are listed, are undergoing huge changes and that their market capitalization and the volume of trades carried out on these exchanges is lower than on the stock exchanges of the developed countries. The volatility of the markets in A-shares and the difficulties in settling trades in the same could result in not-insignificant fluctuations in the price of the securities traded on these markets, and ultimately in the Net Asset Value of the Sub-fund.

- Taxation in the PRC

Several tax reforms have been introduced by the government of the PRC in recent years, and it is possible that the current tax rules will be revised or modified in the future. Any change in tax policy could lead to a reduction in after-tax profits for companies in the PRC on which the Sub-fund's performances depend.

Moreover, even if the PRC's State Administration of Taxation has confirmed a withholding tax on income in the form of dividends, premiums and interest paid to investors with QFII status, it should be noted that it is impossible to know with certainty what the obligations of these investors are in respect of tax deducted by the PRC on capital gains and profits (apart from dividend, premium and interest income). The OTC swap contracts concluded between the Sub-fund and the Swap Counterparty will accordingly contain a specific clause in the section on contractual obligations under which the Sub-fund undertakes to indemnify the Sub-fund in full with any future or retrospective tax charge which could arise from the transactions carried out by the Swap Counterparty on the A-shares and the holding of such shares by the same for the purposes of hedging these OTC swaps.

If the Valuation Agents for the Swaps and the Sub-fund believes that the risk of a similar withholding tax being levied on the gains realized by QFII investors is becoming significant, they can at any moment adjust the valuation in order to take account of the expected amount of the tax liability. Any adjustment to the valuation of the OTC swaps thus made will remain in force until the position of the Swap Counterparty in respect of the PRC taxes is known and the Valuation Agent for the Swaps should then:

a) decide either that any amount thus deducted from the value of these OTC swaps is sufficient to cover the corresponding tax liability of the Swap Counterparty, in which case the Valuation Agent for the Swaps can decide to adjust the value of these OTC swaps upwards, in order to correct any over-adjustment that has been made, or
b) decide that any amount thus deducted from the value of these OTC swaps is not sufficient to cover the corresponding tax liability of the Swap Counterparty, in which case the Valuation Agent for the Swaps can decide to further adjust the value of these OTC swaps.

Consequently, we would draw investors' attention to the fact that:

a) the Net Asset Value of the Sub-fund may be la diminished by any such adjustment made to the value of the OTC Swaps
b) the diminution in the performances of the Sub-fund which investors may experience following such adjustment will depend on the date on which they bought and/or sold the shares in the Sub-fund; and;
c) the scale of this diminution on the performances of the Sub-fund may not be proportional to the number of shares that an investor holds in the Sub-fund due to a potential retrospective amendment to the tax due in the PRC and, in certain circumstances, this could amount to 100% of the Net Asset Value of a share class.

According to the provisions of the PRC Corporate Income Tax Law (effective from 1 January 2008), dividends, premiums, interest and capital gains originating in the PRC and paid to a company that is not resident in the PRC for tax purposes and capital gains originating in the PRC and paid to a company that is not resident in the PRC for tax purposes and that has no permanent premises or establishment, are subject to a withholding tax of 10%. This withholding tax may be reduced by virtue of a double taxation treaty with China, provided that certain conditions are met and that the PRC's tax administration is in agreement. Although PRC's tax administration may apply a withholding tax to the dividends, premiums and interest paid by companies resident in China for tax purposes to investors with QFII status, it has not yet decided to tax the recovery of the withholding tax on the capital gains realized by the latter.

Although currently in the PRC, withholding tax is not yet charged on capital gains realized by QFIIs on the disposal of A-shares, there is still a risk that the PRC's tax administration will try to impose a withholding tax on capital gains without any prior notice. Moreover, there is a potential risk of this tax measure being applied retrospectively. Any withholding tax on capital gains charged to a QFII investor and owed by the latter can be passed onto the Sub-fund as set out above. The Management Company has decided that no provision will be set aside at this moment by the Sub-fund for such potential withholding tax. Consequently, any retrospective application of this tax could lead to a considerable, or even significant, fall in the Sub-fund-s Net Asset Value per share. As a result, it is possible that an investor will suffer losses due to the introduction of withholding tax on the capital gains payable to a QFII for periods before the investor's acquisition of his holdings in the Sub-fund and that these losses are inconsistent with the gain or loss resulting from the participation of this shareholder in the Sub-fund.

It should be noted further that where applicable dividends paid to shareholders by the Sub-fund derive from the receipt of corresponding amounts under the OTC Swaps and that all amounts of this kind will be net of the withholding tax on dividends, premiums and interest prevailing in the PRC.

On top of the withholding tax on dividends, premiums, interest and capital gains referred to above, the PRC has, since 19 September 2008 deducted from the seller a stock market tax on the transfer of A-shares equal to 0.1% of the value of the transferred shares. This tax is subject to change if the State introduces additional measures.

- Standards for accounting and communication of information:

The standards for accounting, audits and communication of financial data, as well as the practices applying to PRC companies in these areas may be different from those applying in countries where the financial markets are more developed. These disparities can affect areas such as the methods for valuing assets and the rules for communicating information to investors.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking upside and downside exposure to performance of the large caps on the A-shares market, namely, shares issued by companies incorporated in the People's Republic of China, excluding Hong Kong.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

SHARE CURRENCY

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

Share class	**C-EUR**	**D-EUR**	**C-USD**	**D-USD**
Share currency	EURO	EURO	USD	USD

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: Accumulation.
D-EUR share class: The Board of Directors reserves the right to accumulate and/or distribute all or part of the amounts available for distribution.
C-USD share class: Accumulation.
D-USD share class: The Board of Directors reserves the right to accumulate and/or distribute all or part of the amounts available for distribution.

DISTRIBUTION FREQUENCY

If a distribution is decided, the Board of Directors reserves the right to distribute all or part of income in one or more distributions per annum.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at thenet asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Subscription and redemption orders must be for a whole number of shares and represent a minimum amount of at least 100,000 euros (or the USD equivalent).

Subscriptions and redemptions in cash:
Subscriptions/redemptions made exclusively in cash will be carried out on the basis of the reference NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. <u>If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:</u>

<u>Negotiability of shares and information about the financial institutions acting as Market Makers</u>:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

<u>Indicative Net Asset Value:</u>
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV").

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

If one or more exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's asset manager by delegation, will provide Euronext Paris SA with all the financial and accounting data that Euronext Paris SA needs to calculate the Sub-fund's iNAV and in particular as the reference net asset value, the net asset value of the Sub-fund on the previous business day, along with a reference level for the Benchmark Index that is the previous business day's fixing price.
Euronext Paris SA will use this reference net asset value and these reference Benchmark Index levels to calculate the Sub-fund's iNAV for the next Trading Day, which is updated in real time.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

C-EUR, D-EUR, C-USD AND D-USD SHARES:

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.40% per annum
Account activity charge	Charge on each transaction	N/A

Incentive fee	Net asset value	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS..

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

Euronext Paris SA will calculate and publish the Sub-fund's indicative net asset value , each Trading Day (as defined below) during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The CSI 300 Net Total Return Index is calculated by China Securities Index Company ("CSI "). CSI gives no guarantee, express or implicit, to any of its clients or to any other party as to the accuracy or completeness of any data relating to the Benchmark Index. All information is purely indicative. CSI is not liable for any errors or for any losses resulting from the use of such data.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon receipt of a written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the Multi-Unit France fund annual report..

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET RECOGNITION AND VALUATION RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

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B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

For more information see the section entitled "Calculation and Allocation of Distributable amounts".

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 30: LYXOR UCITS ETF MSCI EM LATIN AMERICA PEA

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR share class: FR0011551019

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF MSCI EM LATIN AMERICA PEA sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 08/08/2013, and was established on 02/09/2013.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate increases and decrease in the MSCI Emerging Markets Latin America Net Total Return index (the "**Benchmark Index**"), denominated in US dollars (USD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative of the performance of large and mid-cap companies in the following five countries: Brazil, Chile, Colombia, Mexico and Peru.
The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is the MSCI Emerging Markets Latin America Net Total Return, with net dividends reinvested.

The Benchmark Index measures the performance of South American equity markets.

The Benchmark Index is calculated and published by international index provider MSCI.

MSCI Inc. is one of the leading providers of financial indices. MSCI's products and services include not only financial indices, but also performance and risk analysis tools for investors. MSCI is based in New York, and has commercial and research offices across the world.

The Benchmark Index is an equity index that is calculated and published by the global index provider MSCI. The Benchmark Index consists solely of Latin-American emerging market equities and has the same basic characteristics as the MSCI indices, which include free-float adjustment of the market capitalization of the Benchmark Index's components and 85% representativeness of the overall float-adjusted market capitalization of each national equity market
.

The emerging markets are those of Brazil, Chile, Colombia, Mexico and Peru.

The Benchmark Index is based on the MSCI Global Investable Market Indices (GIMI) methodology, which provides a consistent, overall method for constructing global or regional benchmark indices, for listed companies of all sizes and in all economic sectors and for all investment styles. The GIMI methodology aims to provide comprehensive coverage of the investment universe while ensuring optimum liquidity, investibility and reproducibility. The Benchmark Index is revised quarterly (in February, May, August and November) to reflect changes in emerging equity markets while limiting portfolio turnover. During the reviews of May and November, the Benchmark Index is reweighted and the limits between mid-cap and large-cap stocks are revised.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The exact composition and MSCI's rules for rebalancing the Benchmark Index are available on the internet at www.mscibarra.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .dMILA00000NUS
Bloomberg code: NDUEEGFL
The Benchmark Index's closing price is available on MSCI's website at www.mscibarra.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Fund's equity assets will be mainly the equities of the Benchmark Index, and may also include other European equities in all economic sectors and listed on any exchange, including small-cap exchanges.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Sub-fund for French 'PEA' equity savings plans.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk
The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments

ii) the Benchmark Index is permanently cancelled by the index provider

iii) the index provider is unable to indicate the level or value of the Benchmark Index

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the Latin American equities market.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements at present and for the next five years, and their willingness to take on risk or adopt a more cautious approach. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: all distributable amounts are accumulated

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 amto 6: 30 pm (Paris time) on the following Primary

Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

b. If the units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.65% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF MSCI EM Latin America PEA (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-Fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-Fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-Fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-Fund's shares or the determination and calculation of the formula used to establish the Sub-Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-Fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND No. 31: LYXOR UCITS ETF MSCI MEXICO

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-USD shares: FR0011614114
D-USD shares: FR0011614122
C-EUR shares: FR0011614130
D-EUR shares: FR0011614155
C-GBP shares: FR0011614163
D-GBP shares: FR0011614171

CLASSIFICATION

Global equities.
The LYCOR UCITS ETF MSCI MSCI MEXICOsub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 28 October 2013 and was established on 14 November 2013.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the MSCI Mexico index (Bloomberg code: NDEUMXF) (the "**Benchmark Index**") denominated in US dollars (USD), which is representative of the performance of mid-cap and large-cap Mexican stocks, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.
The expected ex-post tracking error under normal market conditions is 0.15%.

BENCHMARK INDEX

The Benchmark Index is the MSCI Mexico.

The Benchmark Index measures the stock-market performance of Mexican companies with medium and large free-float adjusted market capitalizations. The Benchmark Index is comprised of 25 companies and covers 85% of this market.

The Benchmark Index is calculated and published by international index provider MSCI.

MSCI Inc. is aleading provider of financial indices. MSCI's products and services include not only financial indices, but also performance and risk analysis tools for investors. MSCI is based in New York, and has commercial and research offices across the world.

The Benchmark Index is weighted by free-float adjusted market capitalization and is designed to measure the performance of mid-cap and large-cap Mexican equities. The Benchmark Index is based on MSCI's Global Investable Market Indices (GIMI) methodology, which implements a systematic approach and global and local perspective to Benchmark Index construction across all segments, market capitalizations, sectors and investment styles.

This methodology aims to provide exhaustive coverage of investment opportunities, while ensuring the Benchmark Index's liquidity, investibility and replicability.

The Benchmark Index is a Net Total Return index. A Net Total Return index includes dividends and all other types of income distribution in the calculation of the Benchmark Index's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The Benchmark Index's composition and MSCI's rules for its rebalancing are available on the internet at www.mscibarra.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .dMIMX00000NUS
Bloomberg code: NDEUMXF
The Benchmark Index's closing price is available on MSCI's website at www.mscibarra.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to the equity and debt securities issued by a given entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

These derivative instruments (including index-linked swaps) may be transacted with Société Générale without having to seek a competitive bid from another counterparty. The Management Company therefore makes no commitment to observe a formal, traceable and verifiable competitive tendering procedure.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.
The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk
The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,

ii) the Benchmark Index is permanently cancelled by the index provider,

iii) the index provider is unable to indicate the level or value of the Benchmark Index,

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk of C-EUR/D-EUR shares (EUR/USD) and on C-GBP/D-GBP shares (GBP/USD)

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the Mexican equities market.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

The C-USD, C-EUR and C-GBP share classes: all distributable amounts are accumulated
The D-USD, D-EUR and D-GBP share classes: The management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCIES

Share currency	C-USD shares	D-USD shares	C-EUR shares	D-EUR shares	C-GBP shares	D-GBP shares
	US dollars	US dollars	Euros	Euros	Pounds sterling	Pounds sterling

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**), and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at

least 100,000 euros (for C-EUR and D-EUR shares), a GBP equivalent of at least 100,000 euros for C-GBP and D-GBP shares, and a USD equivalent of 100,000 euros for the C-USD and D-USD shares.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:
The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%).

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- The Benchmark Index is no longer traded or calculated;
- NYSE Euronext Paris cannot obtain the Benchmark Index's level;
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value;

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
The Benchmark Index is no longer traded or calculated;
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day;
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

The following information applies to C-GBP, D-GBP, C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.65% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorised to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF MSCI MEXICO (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-Fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-Fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-Fund's shares or the determination and calculation of the formula used to establish the Sub-Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-Fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE
NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Units and shares in UCITS and alternative investment funds under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Units and shares in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable Amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 32: LYXOR UCITS ETF EM BEYOND BRIC

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-USD shares: FR0011637925
D-USD shares: FR0011637958
C-EUR shares: FR0011637966
D-EUR shares: FR0011637974
C-GBP shares: FR0011637982
D-GBP shares: FR0011637990

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF EM BEYOND BRIC sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 21/11/2013. and was established on 04/12/2013

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the MSCI EM Beyond BRIC index (Bloomberg code: M1EMBRIC) (the "**Benchmark Index**") denominated in USD, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index,which is representative of the performance of listed companies in the emerging markets except for the BRIC segment, i.e. Brazil, Russia, India and China.
The expected ex-post tracking error under normal market conditions is 0.15%.

BENCHMARK INDEX

The Benchmark Index is the MSCI EM Beyond BRIC.

The Benchmark Index measures the stock-market performance of listed companies in the emerging markets except for the BRIC segment. The index's geographic diversification criteria are observed by applying, each quarter, a 15% cap on each country's weighting.

The Benchmark Index is calculated and published by international index provider MSCI.

MSCI Inc. is aleading provider of financial indices. MSCI's products and services include not only financial indices, but also performance and risk analysis tools for investors. MSCI is based in New York, and has commercial and research offices across the world.

The Benchmark Index is weighted by free-float adjusted market capitalization and measures the performance of listed companies in the emerging markets except for the BRIC segment, i.e. Brazil, Russia, India and China.

The Benchmark Index is based on MSCI's Capped Indices Methodology, with each country's weighting capped at 15% and rebalanced each quarter. The weighting of the index by float-adjusted market capitalization may in some cases result in over-concentration in a given sector, region or entity. MSCI Capped indices offer an alternative to indexes weighted simply on free float-adjusted market capitalization, since the capping features limits sector, geography and issuer concentration..
This methodology aims to provide exhaustive coverage of investment opportunities, while ensuring the Benchmark Index's liquidity, investibility and replicability.

The Benchmark Index is a Net Total Return index. A Net Total Return index includes dividends and all other types of income distribution in the calculation of the Benchmark Index's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com.

Benchmark Index composition and revision
The Benchmark Index is rebalanced quarterly.
The Benchmark Index's composition and MSCI's rules for its rebalancing are available on the internet at www.mscibarra.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .MIEB00000NUS
Bloomberg code: M1EMBRIC

The Benchmark Index's closing price is available on MSCI's website at www.mscibarra.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk
The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,

ii) the Benchmark Index is permanently cancelled by the index provider,

iii) the index provider is unable to indicate the level or value of the Benchmark Index,

iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk of C-EUR/D-EUR shares(EUR/USD) and on C-GBP/D-GBP shares (GBP/USD)

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.

CURRENCIES

C-USD shares	D-USD shares	C-EUR shares	D-EUR shares	C-GBP shares	D-GBP shares
US dollars	US dollars	Euros	Euros	Pounds sterling	Pounds sterling

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the emerging equities market, excluding BRIC (Brazil, Russia, Indian and China).

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-USD, C-EUR and C-GBP share classes: all distributable amounts are accumulated
D-USD, D-EUR and D-GBP share classes: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at thenet asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros, for C-EUR and D-EUR shares, a GBP equivalent of at least 100,000 euros for C-GBP and D-GBP shares, and a USD equivalent of 100,000 euros for the C-USD and D-USD shares.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If shares are listed on Euronext Paris, as specified in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:
The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

The following information applies to C-GBP, D-GBP, C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.55% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF MSCI EM BEYOND BRIC (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-Fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-Fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-Fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-Fund's shares or the determination and calculation of the formula used to establish the Sub-Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-Fund.
ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 33: LYXOR UCITS ETF MSCI SELECT OECD EMERGING MARKETS GDP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-USD shares: FR0011646488
D-USD shares: FR0011646496
C-EUR shares: FR0011645605
D-EUR shares: FR0011645688
C-GBP shares: FR0011646504
D-GBP shares: FR0011646512

CLASSIFICATION

Global equities.
The LYXOR UCITS ETF MSCI SELECT OECD EMERGING sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 29/11/13 and was established on 12/12/13.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the MSCI Select OECD Emerging Markets GDP Weighted Index (Bloomberg code: M1EFOEGD) (the "**Benchmark Index**") denominated in US dollars (USD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index,which is representative of the performance of mid-cap and large-cap stocks of the emerging OECD countries.
The expected ex-post tracking error under normal market conditions is 0.15%.

BENCHMARK INDEX

The Benchmark Index is the MSCI Select OECD Emerging Markets GDP Weighted Index.

The Benchmark Index is derived from the MSCI Select OECD Index parent index (the "Parent Index") and measures the performance of large-cap and mid-cap companies in the emerging OECD countries. These countries include: Chile, the Czech Republic, Hungary, Korea, Mexico, Poland and Turkey. Each country is weighted in proportion to the size of its economy (as measured by GDP) rather than by the size of its equity market.
The Benchmark Index is calculated and published by the global index provider MSCI.

MSCI Inc. is one of the leading providers of financial indices. MSCI's products and services include not only financial indices, but also performance and risk analysis tools for investors. MSCI is based in New York, and has commercial and research offices across the world.

The Benchmark Index is a custom index calculated by MSCI which includes a group of OECD countries that are selected using an RSI approach. The Benchmark Index uses the same methodology used by the MSCI GDP Weighted Indices.

The Benchmark Index is composed of a static list of the countries that compose the Parent Index, which currently includes: Chile, the Czech Republic, Hungary, Korea, Mexico, Poland and Turkey. The index scope is fully reviewed by the licensee and notified to MSCI at least five business days before the effective rebalancing date.
Any change in the scope of the Parent Index will be replicated in the Benchmark Index.

MSCI GDP Weighted Indices are rebalanced annually, generally on the last business day of May, which is the annual rebalancing date of the Parent Index. A country added to the Parent Index will be added to the Benchmark Index upon the next annual rebalancing. In contrast, a country removed from the Parent Index will be simultaneously removed from the Benchmark Index.

The Benchmark Index is a Net Total Return index. A Net Total Return index includes dividends and all other types of income distribution in the calculation of the performance of the index's components.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com.

Benchmark Index composition and revision

The Benchmark Index is revised annually.
The Benchmark Index's composition and MSCI's rules for its rebalancing are available on the internet at www.mscibarra.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .dMGEF0000WNUS
Bloomberg code: M1EFOEGD
The Benchmark Index's closing price is available on MSCI's website at www.mscibarra.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to the equity and debt securities issued by a given entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges..

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

These derivative instruments (including index-linked swaps) may be transacted with Société Générale without having to seek a competitive bid from another counterparty. The Management Company therefore makes no commitment to observe a formal, traceable and verifiable competitive tendering procedure.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.
The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Emerging Market Risk
The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk of C-EUR/D-EUR shares (EUR/USD) and on C-GBP/D-GBP shares (GBP/USD)

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the medium and large capitalization equity markets of the emerging OECD countries.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-USD, C-EUR and C-GBP share classes: all distributable amounts are accumulated
D-USD, D-EUR and D-GBP share classes: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCIES

Currencies	C-USD shares	D-USD shares	C-EUR shares	D-EUR shares	C-GBP shares	D-GBP shares
	US dollars	US dollars	Euros	Euros	Pounds sterling	Pounds sterling

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) and will be executed at thenet asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros, for C-EUR and D-EUR shares, a GBP equivalent of at least 100,000 euros for C-GBP and D-GBP shares, and a USD equivalent of 100,000 euros for the C-USD and D-USD shares.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If shares are listed on Euronext Paris, as specified in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%).

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- The Benchmark Index is no longer traded or calculated;
- NYSE Euronext Paris cannot obtain the Benchmark Index's level;
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value;

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
The Benchmark Index is no longer traded or calculated;
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day;
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website atwww.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

The following information applies to C-GBP, D-GBP, C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.55% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR UCITS ETF MSCI Select OECD Emerging Markets GDP (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-Fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-Fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-Fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-Fund's shares or the determination and calculation of the formula used to establish the Sub-Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-Fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND No. 34: LYXOR UCITS ETF EURO STOXX BANKS

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR shares: FR0011645647
D-EUR shares: FR0011645662

CLASSIFICATION

Eurozone country equities.
The LYXOR UCITS ETF EURO STOXX BANKS sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France.
The Sub-fund is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 29/11/2013 and was established on 12/12/2013.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the Euro STOXX® Banks Index (Bloomberg code: SX7T) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index,which is representative of the performance of the largest banks in the eurozone.

The expected ex-post tracking error under normal market conditions is 0.15%.

BENCHMARK INDEX

The Benchmark Index is the EURO STOXX® Banks Index,

TheBenchmark Index measures the performance of eurozone banks, as defined by the Industry Classification Benchmark (ICB), and offers exposure to the following eurozone countries: Austria, Finland, Germany, Greece, Ireland, Italy, Luxemburg, Netherlands, Portugal and Spain. The index is a sub-index of the EURO STOXX® Index (the "Parent Index"), which measures the performance of the large-cap, mid-cap and small-cap equities of the eurozone's developed economies.

The Benchmark Index is weighted by float-adjusted market capitalization and measures the performance of euro-zone banks, as defined by the Industry Classification Benchmark (ICB). The ICB categorizes companies on the basis of their main source of income into 10 different industries, which are in turn broken down into 19 super-sectors, 41 sectors and 114 sub-sectors.

The Benchmark Index is rebalanced quarterly, in March, June, September and December.

The Benchmark Index is a Net Total Return index. A Net Total Return index includes dividends and all other types of income distribution in the calculation of index performance.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The Benchmark Index's composition and STOXX's rules for its revision are available on STOXX's website at www.stoxx.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.

The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .SX7T
Bloomberg code: SX7T
The closing price of the Benchmark Index is available on the Internet at www.stoxx.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Sub-fund for French 'PEA' equity savings plans.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the eurozone equities market.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: all distributable amounts are accumulated
D-EUR share class: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCIES

Share currency	C-EUR shares	D-EUR shares
	Euros	Euros

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to 4: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"** and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption orders submitted after 4: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 4: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares are listed on Euronext Paris, as specified in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules

Negotiability of units and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value

Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated

if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell units in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange (s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.30% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

STOXX and its Licensors have no other relationship with the license-holder than through the license granted in respect of (name of index with ®) index and the associated trade marks for the purpose of using them with the (name of product).

STOXX and its licensors:

- make no representation or warranty concerning the merits of trading in the shares or units of (name of product), which they shall also refrain from selling or promoting.
- make no investment recommendation to anyone whomsoever with respect to (name of product) or other recommendation of any type whatsoever.
- shall not be held responsible or liable nor have any obligation in respect of the issuance, number or pricing of the Sub-fund units, and will make no decisions in relation to this.
- shall not be held responsible or liable nor have any obligation in respect of the administration, management or marketing of (name of product).
- have no obligation to take into account the needs or requirements of (name of product) or of its share-holders or unit-holders, to determine, compose or calculate the (name of index with ®) index.

STOXX its Licensors decline any responsibility in relation to (name of product). More specifically,
STOXX and its Licensors do not make or ensure any guarantee whatsoever, either expressed or implied, concerning:

- the results that may be obtained by (name of product), by the share-holders or unit-holders of (name of product) or by anyone who directly or indirectly uses the (name of index with ®) index or its data);
- the accuracy or completeness of the (name of index with ®) index and of the data it contains
- The negotiability of theinsert name of index with ®) and its date and their appropriateness for a specific use or purpose.

STOXX and its Licensors shall not be held liable for any error, omission or interruption whatsoever in the (name of index with ®) index or in its data.
Under no circumstance shall STOXX or its licensors be liable for any economic loss whatsoever, including consequential loss, even if STOXX and its licensors are informed of such risk.
The license agreement between LIAM and STOXX was agreed in their sole interests, and not in the interest of share-holders or unit-holders of (name of product) or of third parties.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND No. 35: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y US TREASURY

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-EUR share class: FR0011607662
D-EUR share class: FR0011607688
C-USD share class: FR0011607084
D-USD share class: FR0011607340

CLASSIFICATION

Diversified
The LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y US TREASURYsub-fund (hereinafter the "**Sub-fund**") is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 10/12/2013 and was established 8 January 2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide inverse exposure, with 2x leverage, to the daily performance, whether positive or negative, of the US Treasury bond market, by tracking the SGI Double Short 10Y US Treasury index (Bloomberg code: SGIXDSTY) (the "**Benchmark Index**"), denominated in US dollars (USD), while minimizing the tracking error between the Sub-fund's performance and that of the its Benchmark Index.

The expected tracking error, monitored ex-post under normal market conditions is 0.07%.

BENCHMARK INDEX

The Benchmark Index is the SGI Double Short 10Y US Treasury index.

The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.

The Benchmark Index is a total return index that reflects the overall return over a period of time relative to the composite performance of a notional investment in the following

- a series of "CBOT 10Y US Treasury" futures
- the US Federal Reserve's effective funds rate:

The Benchmark Index offers inverse exposure, with daily 200% inverse leverage, to increases and decreases in futures contracts on US Treasury bonds with 10-year maturity. The Benchmark index is therefore correlated with the performance of:

i) a notional short position in CBOT 10Y US Treasury futures that are closest to their expiry date, to which 200% leverage is applied, and;
ii) a long position in a daily investment that is representative of the interest earned on an overnight deposit that is indexed at the US Federal Reserve's effective funds rate.

Therefore, if the value of CBOT 10Y US Treasury futures declines on a Calculation Date (as this term is defined below) the Sub-fund's net asset value will increase by twice this amount on this Calculation Date, and inversely will decrease by twice as much if the price of CBOT 10Y US Treasury futures rises, in which case shareholders will not benefit from the increase in the Benchmark Index.

The notional amount of the two investments in the CBOT 10Y US Treasury futures and in the overnight deposit is revised daily in accordance with the Benchmark Index's most recent performance.

The Benchmark Index's daily performance is therefore equivalent to the inverse of twice the daily performance of CBOT 10Y US Treasury futures plus the interest at the fed funds rate received daily on the value of the CBOT 10Y US Treasury futures at the previous day's fixing price at 5: 30 pm.

The leveraged position in a series of suitable futures contracts is rolled over to the next series of futures contracts at each revision date (as this term is defined below). The series of futures contracts is not modified between Revision Dates.
A **"Revision Date"** is the first business day immediately before the expiry date of a given series of futures contracts.

The Benchmark Index is calculated and published by Standard & Poor's Financial services LLC ("S&P") in accordance with the Benchmark Index methodology.

The composition of the Benchmark Index is revised each quarter.
The complete methodology is available atwww.sgindex.fr
The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm.

Since the methodology used to calculate the Benchmark Index is not based on direct exposure to 10-year U.S. Treasury bonds but on indirect exposure via futures contracts, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter.
Over time, this could significantly diminish the Sub-fund's performance in comparison with the gross performance of the short positions on the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund

Benchmark Index composition and revision

The Benchmark Index is revised quarterly, in accordance with the methodology described in the Benchmark Index Rulebook, which is available on the SGIndex website at www.sgindex.fr.

The Benchmark Index's leverage may also be adjusted intraday during trading hours if it falls by more than 40% on a Benchmark Index Calculation Day (i.e. if the absolute value of CBOT 10Y US Treasury futures rises by more than 20%.

This frequency of the index rebalancing described above and the rolling over of the futures contracts at the Revision Dates could increase the Sub-fund's costs and therefore adversely affect the Sub-fund's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.sgindex.fr.

Benchmark Index publication

The Benchmark Index is calculated daily at the 5: 30 pm fixing price for CBOT 10Y US Treasury futures.
The Benchmark Index is also calculated in real time every business day in France provided that the exchanges on which the Benchmark Index's underlying components are listed are open, hereinafter a "Benchmark Index Calculation Day".
The Benchmark Index is available through Bloomberg and Reuters.
Reuters code: .SGIXDSTY
Bloomberg code: SGIXDSTY

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

Investors in this Sub-fund are seeking inverse exposure with 2x leverage to the daily performance, whether positive or negative, of the US Treasury bond market, which is represented by the Benchmark Index.

The Sub-fund will mainly be invested in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country.

Fund's targeted interest-rate sensitivity	From 7 to 12
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets[1]
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	US: from 0 to 100% of net assets

(1) share classes that are not denominated in USD may however be exposed to currency risk.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country within regulatory limits

These securities will be bonds selected on the basis of the following criteria:
- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.The Sub-fund may invest in the units or shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity liquid assets, which include, for example, cash, short-term bank balances and money-market instruments;
(vi) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(vii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(viii) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(ix) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(x) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies. Investors in the Sub-fund will mainly be exposed to the following risks:

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Daily leverage adjustment risk
Investors are inversely exposed to two times the daily changes which affect the price or level of the CBOT 10y US Treasury futures that underlie the Benchmark Index. In particular, any gain in the underlying market will be inversely amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the exposure in the underlying "double short" Benchmark Index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the CBOT 10y US Treasury futures that underlie the Benchmark Index
For example, if the CBOT 10y US Treasury futures underlying the Benchmark Index gain 10% a trading day and then lose 5% the following trading day, the Sub-fund will lose a total 12% over these two days (before fees) over the two trading days, while the CBOT 10y US Treasury futures underlying the Benchmark Index will have gained 4.5% over this period.
If the CBOT 10y US Treasury futures underlying the Benchmark Index lose10% one trading day and then gain 6% the following trading day, the Sub-fund will have gained 5.6% over these two days (before fees), while the CBOT 10y US Treasury futures underlying the Benchmark Index will have lost 4.6% over this period.

Scenario 1 - negative leverage: The negative leverage effect is greater than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	10%	110	-20%	80	x-2
Day 2	-5%	104.5	10%	88	x-2
Total return	4.50%		-12.00%		x-2.67

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying falls

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	-10%	90	20%	120	x-2
Day 2	6%	95.4	-12%	105.6	x-2
Total return	-4.60%		5.60%		x-1.22

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline even though the Benchmark Index's underlying also declines over this period.

Scenario 3 - inverse leverage: The effective leverage is positive over the period

	Benchmark Index underlying		Benchmark Index		
	Performance day i	Value day i	Performance day i	Value day i	Leverage effect
		100		100	
Day 1	5%	105	-10%	90	x-2
Day 2	-5%	99.75	10%	99	x-2
Total return	-0.25%		-1.00%		x4

Risk that the investment objective may not be fully achieved:

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi): the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk:

The Benchmark Index to which investors are exposed represents only the U.S. government bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk:

This is the risk that an issuer's credit-worthiness may improve and that a credit-rating agency could raise the issuer's credit rating, which would increase the price of the issuer's bonds and thus adversely affect the Sub-fund's net asset value. The Sub-fund is exposed to U.S. sovereign credit risk.

- Currency risk of C-EUR and D-EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore cause the net asset value of these share classes to decrease, even if the value of the Benchmark Index increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking inverse exposure, with 2x leverage, to increases and decreases in the prices of U.S. Treasury bonds by replicating the performance of the Benchmark Index.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their current cash requirements and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
Given this Sub-fund's speculative nature it may not be suitable for investors with a medium to long-term investment horizon.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR and C-USD share classes: all distributable amounts are accumulated.
D-EUR and D-USD share classes: The Board of Directors reserves the right to accumulate and/or distribute all or part of income in one or more distributions per annum. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is made, If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCIES

Share currency	C-EUR	C-USD	D-EUR	D-USD
	EURO	USD	EURO	USD

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) ,and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a whose number of shares and a minimum amount of at least 100,000 euros (for C-EUR and D-EUR shares) and a minimum amount in USD that is equivalent to 100,000 euros (for C-USD and D-USD shares).

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.
The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in USD.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed fund that are purchased on the secondary market cannot generally be directly sold back to that fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares differs significantly from its indicative net asset value, or if trading in the fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent

- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of the USD equivalent of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated

if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.
A "Trading Day" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market prices of the CBOT 10y US Treasury futures used to calculate the level of the Benchmark Index and therefore to determine the iNAV is provided to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCIT ETF type shares is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

This information applies to C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES:

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published each Calculation Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR UCITS ETF Double Short 10Y US Treasury is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI Double Short 10y US Treasury denominated in US dollars (USD) index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI Double Short 10y US Treasury indexdenominated in US dollars (USD) is the exclusive property of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 36: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y UK GILTS

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-GBP share class: FR0011614031
D-GBP share class: FR0011614064
C-EUR share class: FR0011614098
D-EUR share class: FR0011614106
C-USD share class: FR0011614072
D-USD share class: FR0011614080

CLASSIFICATION

Diversified
TheLYXOR UCITS ETF DAILY DOUBLE SHORT 10Y UK GILTS sub-fund (hereinafter the "**Sub-fund") is a UCITS ETF type index tracker.**

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 10/12/2013.
It was established 8 January 2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide inverse exposure, with 2x leverage, to the daily performance, whether positive or negative, of the British government bond market, by tracking the SGI Double Short 10Y UK GILT index (Bloomberg code: SGIXDSGI) (the "**Benchmark Index**"), denominated in pounds sterling (GBP), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected tracking error, monitored ex-post under normal market conditions is 0.07%.

BENCHMARK INDEX

The Benchmark Index is the SGI Double Short 10Y UK GILT index.

The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.

The Benchmark Index is a total return index that reflects the overall return over a period of time relative to the composite performance of a notional investment in the following:

- a series of futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP:
- the Bank of England's bank rate.

The Benchmark Index offers inverse exposure, with daily 200% inverse leverage, to increases and decreases in futures contracts on UK government bonds with 10-year maturity and denominated in GBP. The Benchmark Index is therefore correlated with the performance of:

i) a notional short position in futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP that are closest to their expiry date, to which 200% leverage is applied,
et
ii) a long position in a daily investment that is representative of the interest earned on an overnight deposit that is indexed at the Bank of England's effective bank rate.

Therefore, if the value of futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP declines on a Calculation Date (as this term is defined below) the Sub-fund's net asset value will increase by twice this amount on this Calculation Date, and inversely will decrease by twice as much if the price of futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP rises, in which case shareholders will not benefit from the increase in the Benchmark Index.

The notional amount of the two investments in the futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP and in the overnight deposit is revised daily in accordance with the Benchmark Index's most recent performance.

The Benchmark Index's daily performance is therefore equivalent to the inverse of twice the daily performance of futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP plus the interest at the Bank of England's bank rate received daily on the value of the futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP at the previous day's fixing price at 5: 30 pm.

The leveraged position in a series of suitable futures contracts is rolled over to the next series of futures contracts at each revision date (as this term is defined below).
The series of futures contracts is not modified between Revision Dates.
A **"Revision Date"** is the first business day immediately before the expiry date of a given series of futures contracts.

The Benchmark Index is calculated and published by Standard & Poor's Financial services LLC ("S&P") in accordance with the Benchmark Index methodology.

The composition of the Benchmark Index is revised quarterly.
The complete methodology is available atwww.sgindex.fr
The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm.

Since the methodology used to calculate the Benchmark Index is not based on direct investment in 10Y British Government Bonds (GILTS) but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter.
Over time, this could significantly diminish the Sub-fund's performance in comparison with the performance of the short positions on the underlying of aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund.

Benchmark Index composition and revision

The Benchmark Index is revised quarterly in accordance with the methodology described in full on SGIndex's website atwww.sgindex.fr.

The Benchmark Index's leverage may also be adjusted intraday during trading hours if it falls by more than 40% on a Benchmark Index Calculation Day (i.e. if the absolute value of futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP rises by more than 20%.

This frequency of the index rebalancing described above and the rolling over of the futures contracts at the Revision Dates could increase the Sub-fund's costs and therefore adversely affect the Sub-fund's performance.
A full description of the Benchmark Index and of its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet atwww.sgindex.fr.

Benchmark Index publication

The Benchmark Index is calculated daily at the 5: 30 pm fixing price for futures contracts on 10Y British Government Bonds (GILTS) denominated in GBP.
The Benchmark Index is also calculated in real time every business day in France provided that the exchanges on which the Benchmark Index's underlying components are listed are open, hereinafter a "Benchmark Index Calculation Day".
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .SGIXDSGI
Bloomberg code: SGIXDSGI

INVESTMENT STRATEGY

1. Strategy employed
The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

Investors in this Sub-fund are seeking inverse exposure with 2x leverage to the daily performance, whether positive or negative, of the British government bond market, which is represented by the Benchmark Index.

The Sub-fund will mainly be invested in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Fund's targeted interest-rate sensitivity	From 8 to 12
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	0% maximum of net assets(1).
Geographic regions of the issuers of the securities to which the Sub-fund is exposed	UK: from 0 to 100% of net assets

(1) share classes that are not denominated in GBP may however be exposed to currency risk.

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country within regulatory limits

These securities will be bonds selected on the basis of the following criteria:
- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.

The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "**Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Daily leverage adjustment risk
Investors are inversely exposed to two times the daily changes which affect the price or level of the 10Y British Government Bonds (GILTS) futures that underlie the Benchmark Index. In particular, any gain in the underlying market will be inversely amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the exposure in the underlying "double short" Benchmark Index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the 10Y British Government Bonds (GILTS) futures that underlie the Benchmark Index
For example, if the 10Y British Government Bonds (GILTS) futures underlying the Benchmark Index gain 10% a trading day and then lose 5% the following trading day, the Sub-fund will lose a total 12% over these two days (before fees) over the two trading days, while the 10Y British Government Bonds (GILTS) futures underlying the Benchmark Index will have gained 4.5% over this period.
If the 10Y British Government Bonds (GILTS) futures underlying the Benchmark Index lose10% one trading day and then gain 6% the following trading day, the Sub-fund will have gained 5.6% over these two days (before fees), while the 10Y British Government Bonds (GILTS) futures underlying the Benchmark Index will have lost 4.6% over this period.

Scenario 1 - negative leverage: The negative leverage effect is greater than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		Benchmark Index		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100		100	
Day 1	10%	110	-20%	80	x-2
Day 2	-5%	104.5	10%	88	x-2
Total return	**4.50%**		**-12.00%**		**x-2.67**

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying falls

	Benchmark Index underlying		Benchmark Index		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100		100	
Day 1	-10%	90	20%	120	x-2
Day 2	6%	95.4	-12%	105.6	x-2
Total return	**-4.60%**		**5.60%**		**x-1.22**

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline even though the Benchmark Index's underlying also declines over this period.

Scenario 3 - inverse leverage: The effective leverage is positive over the period

	Benchmark Index underlying		Benchmark Index		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100		100	
Day 1	5%	105	-10%	90	x-2
Day 2	-5%	99.75	10%	99	x-2
Total return	**-0.25%**		**-1.00%**		**x4**

Risk that the investment objective may not be fully achieved:

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi): the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, ou or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk

The Benchmark Index to which investors are exposed represents only the U.K. government bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies.Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk

This is the risk that an issuer's credit-worthiness may improve and that a credit-rating agency could raise the issuer's credit rating, which would increase the price of the issuer's bonds and thus adversely affect the Sub-fund's net asset value. The Sub-fund is exposed to U.K. sovereign credit risk.

- Currency risk of C-EUR, D-EUR, C-USD and D-USD shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore cause the net asset value of these share classes to decrease, even if the value of the Benchmark Index increases

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking inverse exposure, with 2x leverage, to increases and decreases in the prices of U.K. government bonds, by replicating the performance of the Benchmark Index.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their current cash requirements and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
Given this Sub-fund's speculative nature it may not be suitable for investors with a medium to long-term investment horizon.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-GBP, C-EUR and C-USD share classes: all distributable amounts are accumulated.
D-GBP, D-EUR and D-USD share classes: If a distribution is decided, the Board of Directors reserves the right to distribute and/or accumulate all or part of income in one or more distributions per annum. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is made, If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Share currency	C-GBP	C-EUR	C-USD	D-GBP	D-EUR	D-USD
	GBP	EURO	USD	GBP	EURO	USD

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day")** ,and will be executed at the net asset value on that Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares representing a minimum amount of at least 100,000 euros (for C-EUR and D-EUR shares), the GBP equivalent of at least 100,000 euros (for C-GBP and D-GBP shares), the USD equivalent of 100,000 euros (for C-USD and D-USD shares).

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded (hereinafter a "Calculation Date").
The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in GBP.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed sub-fund that are purchased on the secondary market cannot generally be directly sold back to that sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares differs significantly from its indicative net asset value, or if trading in the fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of

the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market prices of the 10Y British Government Bonds (GILTS) futures denominated in GBP used to calculate the level of the Benchmark Index, and therefore determine the iNAV, is provided to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

The following information applies to C-GBP, D-GBP, C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0. 20% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Calculation Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR UCITS ETF Daily Double Short 10Y UK GILTS is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI Double Short - 10Y GILT index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI Double Short - 10Y GILT index is the exclusive propety of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules set out in the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in GBP.

SUB-FUND NO. 37: LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y JAPAN GOVT BONDS

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE:

C-USD share class: FR0011614189
D-USD share class: FR0011614205
C-EUR share class: FR0011614213
D-EUR share class: FR0011614221

CLASSIFICATION

Diversified
The LYXOR UCITS ETF DAILY DOUBLE SHORT 10Y JAPAN GOVT BONDS sub-fund (hereinafter the "**Sub-fund**") is a UCITS ETF type index tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 10/12/2013 and was established on 8 January 2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to provide inverse exposure, with 2x leverage, to the daily performance, whether positive or negative, of the Japanese government bond market, by tracking the SGI Double Short 10Y JGB index (Bloomberg code: SGIXDSJB) (the "**Benchmark Index**"), denominated in yen, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 0.07%.

BENCHMARK INDEX

The Benchmark Indexis the SGI Double Short 10Y JGB index.

The Benchmark Index is a strategy index developed by Société Générale's research staff using a proprietary methodology. It is calculated and maintained by Standard & Poor's.

The Benchmark Index is a total return index that reflects the overall return over a period of time relative to the composite performance of a notional investment in the following

- a series of 10Y Japanese Government Bond (JGB) futures,
- the Bank of Japan's effective money-market rate

The Benchmark Index offers inverse exposure, with daily 200% inverse leverage, to increases and decreases in futures contracts on 10-year Japanese government bonds. The Benchmark Index is therefore correlated with the performance of:

i) a notional short position in 10Y Japanese Government Bond (JGB) futures that are closest to their expiry date, to which 200% leverage is applied, and;

ii) a long position in a daily investment that is representative of the interest earned on an overnight deposit that is indexed at the spot/next JPY Libor Rate

Therefore, if the value of 10Y Japanese Government Bond (JGB) futures declines on a Calculation Date (as this term is defined below) the Sub-fund's net asset value will increase by twice this amount on this Calculation Date, and inversely will decrease by twice as much if the price of 10Y Japanese Government Bond (JGB) futures rises, in which case shareholders will not benefit from the increase in the Benchmark Index.

The notional amount of the two investments in the 10Y Japanese Government Bond (JGB) futures and in the overnight deposit is revised daily in accordance with the Benchmark Index's most recent performance.

The Benchmark Index's daily performance is therefore equivalent to the inverse of twice the daily performance of 10Y Japanese Government Bond (JGB) futures plus the interest at the Bank of Japan rate received daily on the value of the 10Y Japanese Government Bond (JGB) futures at the previous day's fixing price at 5: 30 pm.

The leveraged position in a series of suitable futures contracts is rolled over to the next series of futures contracts at each revision date (as this term is defined below). The series of futures contracts is not modified between Revision Dates.
A **"Revision Date"** is the first business day immediately before the expiry date of a given series of futures contracts.

The Benchmark Index is calculated and published by Standard & Poor's Financial services LLC ("S&P") in accordance with the Benchmark Index methodology.

The composition of the Benchmark Index is revised quarterly.
The complete methodology is available atwww.sgindex.fr
The performance tracked is that of the Benchmark Index's closing price at 5: 30 pm.

Since the methodology used to calculate the Benchmark Index is not based on direct investment in 10Y Japanese government bonds but on indirect investment in futures, the Sub-fund's performance will be affected by the cost of 'rolling over' positions on these futures contracts every quarter.
Over time, this could significantly diminish the Sub-fund's performance in comparison with the performance of the short positions on the underlying of the aforementioned futures contracts, particularly in the case of a long-term investment in the Sub-fund.

Benchmark Index composition and revision

The Benchmark Index is revised quarterly in accordance with the methodology described in full on SGIndex's website atwww.sgindex.fr.

The Benchmark Index's leverage may also be adjusted intraday during trading hours if it falls by more than 40% on a Benchmark Index Calculation Day (i.e. if the absolute value of 10Y Japanese Government Bond (JGB) futures rises by more than 20%.

This frequency of the index rebalancing described above and the rolling over of the futures contracts at the Revision Dates could increase the Sub-fund's costs and therefore adversely affect the Sub-fund's performance.
A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.sgindex.fr.

The Benchmark Index's revision depends on that of the 10Y Japanese Government Bonds (JGB) futures.

Benchmark Index publication

The Benchmark Index is calculated daily at the 5: 30 pm fixing price for 10Y Japanese Government Bond (JGB) futures.
The Benchmark Index is also calculated in real time every business day in France provided that the exchanges on which the Benchmark Index's underlying components are listed are open, hereinafter a "Benchmark Index Calculation Day".
The Benchmark Index is available through Reuters and Bloomberg.
Reuters code: .SGIXDSJB
Bloomberg code: SGIXDSJB

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

Investors in this Sub-fund are seeking inverse exposure with 2x leverage to the daily performance, whether positive or negative, of the Japanese government bond market, which is represented by the Benchmark Index.

The Sub-fund will mainly be invested in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Fund's targeted interest-rate sensitivity range	From 8 to 12
Currencies in which the Sub-fund's securities are denominated	Euros: from 0 to 100% of net assets Other: from 0 to 100% of net assets
Foreign exchange risk to which the Sub-fund is exposed	From 0 to 100% of net assets
Geographic region of the issuers of the securities to which the Sub-fund is exposed	Japan: from 0 to 100% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in bonds issued by an OECD member country or by a non-governmental issuer in an OECD country within regulatory limits.

These securities will be bonds selected on the basis of the following criteria:
- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.

The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "**Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.
If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index. When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Interest rate risk
The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

Daily leverage adjustment risk
Investors are inversely exposed to two times the daily changes which affect the price or level of the 10Y Japanese Government Bond futures that underlie the Benchmark Index. In particular, any gain in the underlying market will be inversely amplified and will imply a larger decrease in the Sub-fund's net asset value. Since the exposure in the underlying "double short" Benchmark Index formula is reset daily, over a period of more than one trading day the Sub-fund's return will not be twice that of the 10Y Japanese Government Bond futures that underlie the Benchmark Index
For example, if the 10Y Japanese Government Bond futures underlying the Benchmark Index gain 10% a trading day and then lose 5% the following trading day, the Sub-fund will lose a total 12% over these two days (before fees) over the two trading days, while the 10Y Japanese Government Bond futures underlying the Benchmark Index will have gained 4.5% over this period.
If the 10Y Japanese Government Bond futures underlying the Benchmark Index lose10% one trading day and then gain 6% the following trading day, the Sub-fund will have gained 5.6% over these two days (before fees), while the 10Y Japanese Government Bond futures underlying the Benchmark Index will have lost 4.6% over this period.

Scenario 1 - negative leverage: The negative leverage effect is greater than 2 and the Benchmark Index underlying rises

	Benchmark Index underlying		**Benchmark Index**		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100		100	
Day 1	10%	110	-20%	80	x-2

Day 2	-5%	104.5	10%	88	x-2
Total return	**4.50%**		**-12.00%**		**x-2.67**

Scenario 2 - negative leverage: The negative leverage effect is less than 2 and the Benchmark Index underlying falls

	Benchmark Index underlying		**Benchmark Index**		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100			
				100	
Day 1	-10%	90	20%	120	x-2
Day 2	6%	95.4	-12%	105.6	x-2
Total return	**-4.60%**		**5.60%**		**x-1.22**

Furthermore, it is possible that if the Benchmark Index underlying is highly volatile over a period of more than one day the Sub-fund's net asset value may decline even though the Benchmark Index's underlying also declines over this period.

Scenario 3 - inverse leverage: The effective leverage is positive over the period

	Benchmark Index underlying		**Benchmark Index**		
	Performance day i	**Value day i**	**Performance day i**	**Value day i**	**Leverage effect**
		100		100	
Day 1	5%	105	-10%	90	x-2
Day 2	-5%	99.75	10%	99	x-2
Total return	**-0.25%**		**-1.00%**		**x4**

Risk that the investment objective may not be fully achieved:
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v): a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi): the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Low diversification risk:

The Benchmark Index to which investors are exposed represents only the Japanese government bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies.Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- Credit risk:

This is the risk that an issuer's credit-worthiness may improve and that a credit-rating agency could raise the issuer's credit rating, which would increase the price of the issuer's bonds and thus adversely affect the Sub-fund's net asset value. The Sub-fund is exposed to Japanese sovereign credit risk.

- Currency risk of C-USD, D-USD shares, C-EUR and D-EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore cause the net asset value of these share classes to decrease, even if the value of the Benchmark Index increases

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking inverse exposure, with 2x leverage, to increases and decreases in the prices Japanese government bonds, by replicating the performance of the Benchmark Index.
The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their current cash requirements and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
Given this Sub-fund's speculative nature it may not be suitable for investors with a medium to long-term investment horizon.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR and C-USD share classes: all distributable amounts are accumulated.
D-EUR and D-USD share classes: If a distribution is decided, the Board of Directors reserves the right to distribute and/or accumulate all or part of income in one or more distributions per annum. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is made, If a distribution is decided, the Board of Directors reserves the right to distribute all or part of the distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SHARE CURRENCY

Share currency	C-EUR	C-USD	D-EUR	D-USD
	EURO	USD	EURO	USD

SUBSCRIPTION AND REDEMPTION

1 / SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a **"Primary Market Day"**) , and will be executed at the net asset value on the following Primary Market Day, hereinafter the **"reference NAV"**. Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares representing a minimum amount of at least 100,000 euros (for the C-EUR and D-EUR share classes) and the USD equivalent of 100,000 euros (for the C-USD and D-USD share classes).

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.
The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in USD.

2 / PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares differs significantly from its indicative net asset value, or if trading in the fund's shares is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual

- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative NAV by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value that is the USD equivalent of 100,000 euros.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated

if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.
To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
The market price of the 10-year Japanese bonds used to calculate the level of the Benchmark Index and therefore to determine the iNAV is provided to Reuters by Eurex.
If Eurex is closed (on a public holiday on the TARGET calendar), the Benchmark Index is no longer published, the net asset value can no longer be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular unit. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCIT ETF type shares is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

The following information applies to C-EUR, D-EUR, C-USD and D-USD shares.

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS or alternative investment funds.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published every Trading Day.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR UCITS ETF Daily Double Short 10Y Japan Govt Bonds is in no way sponsored, endorsed, sold or promoted by Société Générale Index (SGI), which is a registered trademark of the Société Générale group (hereinafter the "Holder""). The Holder makes no warranty, guarantee or commitment, whether express or implied, as to the income to be obtained from using the SGI Double Short - 10Y JGB index and/or the level that this index may reach at any given time or of any other type. The Holder shall not be liable, to anyone whomsoever, for any error that affects the Benchmark Index and shall have no obligation to inform anyone whomsoever of any such error. The SGI Double Short - 10Y JGB index is the exclusive property of Société Générale. Société Générale has signed a contract with Standard & Poor's, under the terms of which S&P undertakes to calculate and maintain the Benchmark Index. However, S&P may not be held liable in the event of an error or omission in the calculation of the Benchmark Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Multi Unit France fund annual report.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual documents will be sent to investors within eight business days upon written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
e-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules set out in the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.
Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 38: LYXOR UCITS ETF FTSE ITALIA MID CAP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011758085

CLASSIFICATION

Eurozone country equities.
The LYXOR UCITS ETF FTSE ITALIA MID CAP sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 7 March 2014 and will be established on 28 March 2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the FTSE Italia Mid cap Index (Bloomberg code: ITMCN index) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index,which is representative of the performance of mid-cap stocks listed on Borsa Italiana.

The expected ex-post tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index is the FTSE Italia Mid cap Index,

The Benchmark Index is representative of the performance of the medium-capitalization equities listed on Borsa Italiana and is composed of the 60 stocks with the highest ratings in terms of market capitalization and liquidity.

The Benchmark Index is a free float-adjusted capitalization-weighted index designed to measure the stock-market performance of the mid-cap equities listed on the Borsa Italiana exchange, excluding foreign securities and secondary trading lines. The universe of eligible stocks is determined on the basis of their free float-adjusted market capitalization and a liquidity criterion — the monthly trading volume must exceed the median value.

Each Benchmark Index component is capped at 10% at each quarterly rebalancing.The weight of any component that exceeds 10% will be reduced to 10%.

The Benchmark Index is rebalanced quarterly, in March, June, September and December.

The Benchmark Index is a Net Dividends Reinvested index. A Net Dividends Reinvested index includes dividends and all other types of income distribution in the calculation of the index's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com.

Benchmark Index composition and revision
The Benchmark Index is rebalanced quarterly.
The exact composition of the Benchmark Index and FTSE's rules for index composition revision are available on the Internet at www.ftse.com.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .TRIITMCN
Bloomberg code: ITMCN index
The Benchmark Index's closing price is available on the Internet at www.ftse.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index »

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk of investing mid-cap companies
The Sub-fundis exposed to medium-capitalization companies and more specifically to the equity securities ofmedium-size and intermediate-size companies, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

Risk that the investment objective may not be fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is open to all investors.
Investors in this Sub-fund seek exposure to mid-cap stocks listed on the Borsa Italiana exchange.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated .

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated;
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value;

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 200,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s.

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.50% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Lyxor UCITS ETF FTSE Italia Mid Cap fund is in no way sponsored, approved, sold or recommended by FTSE International Limited (hereinafter "FTSE") or London Stock Exchange Group companies ("LSEG") (hereinafter collectively referred to as the "Licensors").

The Licensors assume no obligation and provide no warranty, either expressed or implied, as to the results that may be obtained from (i) using the FTSE Italia Mid cap index (hereinafter the "Index") (on which the Lyxor UCITS ETF FTSE Italia Mid Cap sub-fund is based), (ii) the level of said Index at a given time or day, or of any other type, or (iii) the Index's relevance to the objective for which it is used in relation to Lyxor UCITS ETF FTSE Italia Mid Cap sub-fund.

None of the Licensors has provided nor will provide Lyxor or any of its clients with any investment advice or recommendation in relation to the Index.Index is calculated by or on the behalf of FTSE. The Licensors shall not be liable to anyone (whether on the grounds of negligence or for any other reason) for any error that affects the Index and shall not be obliged to inform anyone of such an error.

All rights to the index are held by FTSE. FTSE®" is a trademark of LSEG and is used under license by FTSE.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in euros

SUB-FUND NO. 39: LYXOR UCITS ETF MSCI EUROPE SMALL CAP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011779081

CLASSIFICATION

European Union country equities.
The LYXOR UCITS ETF MSCI EUROPE SMALL CAP sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets of one or more European Union countries, which may include the eurozone countries.
The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 6 March 2014 and will be established on 21 March 2014

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the " MSCI Europe Small Cap Index" (Bloomberg code: M7EUSC Index) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative ofthe equities of small-capitalization companies in 15 developed markets: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United-Kingdom.
The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is the MSCI Europe Small Cap Index.
The Benchmark Index represents the performance of European small-cap equities in 15 developed markets: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United-Kingdom.

The Benchmark Index is calculated by MSCI Inc.

The Benchmark Index is a free float-adjusted capitalization-weighted index, designed to measurethe performance of European small-cap equities in 15 developed markets: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United-Kingdom.

The investment universe is limited to relatively small companies with market capitalizations ranging from 266 million to 4.973 billion USD.
The Benchmark Index employs the MSCI Global Investable Market Indices (GIMI) methodology, which provides a consistent approach to index construction with both a global and a regional perspective, among all market capitalizations, economic sectors and investment styles.

This methodology aims to encompass all investment opportunities, while ensuring the Benchmark Index's liquidity, investibility and replicability. These three criteria are assessed using two indicators: the annual traded value ratio (ATVR) of the securities, which is their monthly median trading volume divided by their free float, and the 3-month trading frequency.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on MSCI's website at www.msci.com

Benchmark Index composition and revision
The Benchmark Index is rebalanced quarterly, in February, May, August and November.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.
The exact composition and MSCI's rules for rebalancing the Benchmark Index are available on the Internet at www.msci.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication
The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .MIEU000S0NEU
Bloomberg code: M7EUSC Index
The closing price of the Benchmark Index is available on MSCI's website at www.msci.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Sub-fund for French 'PEA' equity savings plans.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

- Liquidity risk (secondary market

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.

vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of investing in small and mid-cap companies

The Sub-fundis exposed to small-capitalization companies and more specifically to the equity securities of small and medium enterprises(SME), which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

- Index currency risk

The sub-fund is exposed to currency risk, as the benchmark index's underlying securities may be denominated in a currency that is not the index currency, or be derived from securities denominated in a currency that is not the index currency. Exchange rate movements can therefore adversely affect the Sub-fund's benchmark index.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is open to all investors.
Investors in this Sub-fund are seeking exposure to the equities of European small-cap companies.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

D-EUR shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

D-EUR shares
Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem units in the Sub-fund must be made for a whole number of units and for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions/redemptions made exclusively in cash will be carried out on the basis of the reference NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level;
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s.

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID)

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees, including tax[(1)]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The LYXOR UCITS ETF MSCI Europe Small Capsub-fund (the "Sub-fund") is in no way sponsored, approved, sold or recommended by MSCI Inc. (hereinafter "MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.
ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE
NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds.. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND NO. 40: LYXOR UCITS ETF MSCI EMU MID CAP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011779065

CLASSIFICATION

Eurozone country equities
The LYXOR UCITS ETF MSCI EMU MID CAP sub-fund ("**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France.
The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 6 March 2014 and will be established on 25 March 2013

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the MSCI EMU Mid Cap Index (Bloomberg code: M7EMMC) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative of the equities of medium-capitalization companies within ten euro-zone countries: Austria, Belgium, Finland, France, Germany, Ireland, Italy, Netherlands, Portugal and Spain. The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is a free float-adjusted capitalization-weighted index designed to measure the performance of medium-capitalization companies in ten developed euro-zone countries: Austria, Belgium, Finland, France, Germany, Ireland, Italy, Netherlands, Portugal and Spain.

The Benchmark Index is calculated by MSCI Inc.

The investment universe consists of medium-size companies with market capitalizations between 4.973 billion and 14.991 billion USD

The Benchmark Index employs the MSCI Global Investable Market Indices (GIMI) methodology, which provides a consistent approach to index construction with both a global and a regional perspective, among all market capitalizations, economic sectors and investment styles.

This methodology aims to encompass all investment opportunities, while ensuring the Benchmark Index's liquidity, investibility and replicability. These three criteria are assessed using two indicators: the annual traded value ratio (ATVR) of the securities, which is their monthly median trading volume divided by their free float, and the 3-month trading frequency.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on MSCI's website at www.msci.com

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly, in February, May, August and November.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.

The exact composition and MSCI's rules for rebalancing the Benchmark Index are available on the Internet at www.msci.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .M7EMMC
Bloomberg code: M7EMMC
The closing price of the Benchmark Index is available on MSCI's website at www.msci.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Sub-fund for French 'PEA' equity savings plans.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's equity assets (or of any other financial instrument or asset the Fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

- Liquidity risk (secondary market

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of investing in mid-cap companies

The Sub-fundis exposed to medium-capitalization companies and more specifically to the equity securities of medium and intermediate sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is open to all investors.
Investors in this Sub-fund seek exposure to euro-zone mid-cap companies.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

D-EUR share class: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

D-EUR shares
Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem units in the Sub-fund must be made for a whole number of units and for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions/redemptions made exclusively in cash will be carried out on the basis of the reference NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.

More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID)

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees, including tax[(1)]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The LYXOR UCITS ETF MSCI EMU Mid Capssub-fund (the "Sub-fund") is in no way sponsored, approved, sold or recommended by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor international asset management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE
NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds.. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND NO. 41: LYXOR UCITS ETF MSCI EUROPE MID CAP

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011779073

CLASSIFICATION

European Union country equities.
The LYXOR UCITS ETF MSCI EUROPE MID CAP sub-fund (the " **Sub-fund**")continuously maintains at least 60% exposure to one or more of the equity markets of one or more European Union countries, which may include the eurozone countries.
The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 6 March 2014 and will be established on 25 March 2014.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the MSCI Europe Mid Cap Index (Bloomberg code: M7EUMC) (the "**Benchmark Index**") denominated in euros (EUR),while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index,which is representative of the performance of medium-capitalization companies in 15 developed European countries: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United-Kingdom.
The expected ex-post tracking error under normal market conditions is 0.10%.

BENCHMARK INDEX

The Benchmark Index is a free float-adjusted capitalization-weighted index designed to measure the performance of medium-capitalization companies in 15 developed European countries: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United-Kingdom.

The Benchmark Index is calculated by MSCI Inc.

The investment universe consists of medium-size companies with market capitalizations between 4.973 billion and 14.991 billion USD.

The Benchmark Index employs the MSCI Global Investable Market Indices (GIMI) methodology, which provides a consistent approach to index construction with both a global and a regional perspective, among all market capitalizations, economic sectors and investment styles.

This methodology aims to encompass all investment opportunities, while ensuring the Benchmark Index's liquidity, investibility and replicability. These three criteria are assessed using two indicators: the annual traded value ratio (ATVR) of the securities, which is their monthly median trading volume divided by their free float, and the 3-month trading frequency.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on MSCI's website at www.msci.com

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly, in February, May, August and November.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.
The exact composition and MSCI's rules for rebalancing the Benchmark Index are available on the Internet at www.msci.com
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .M7EUMC
Bloomberg code: M7EUMC
The closing price of the Benchmark Index is available on MSCI's website at www.msci.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Sub-fund for French 'PEA' equity savings plans.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.
To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;

(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;

(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;

(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;

(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;

(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;

(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;

(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;

(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;

(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

- Liquidity risk (secondary market

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks.

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Risk of investing in small and mid-cap companies

The Sub-fundis exposed to medium-capitalization companies and more specifically to the equity securities of medium and intermediate sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

- Index currency risk

The sub-fund is exposed to currency risk, as the benchmark index's underlying securities may be denominated in a currency that is not the index currency, or be derived from securities denominated in a currency that is not the index currency. Exchange rate movements can therefore adversely affect the Sub-fund's benchmark index.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is open to all investors.
Investors in this Sub-fund seek exposure to European mid-cap companies.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

D-EUR shareclass: The management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

D-EUR shares
Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted

after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem units in the Sub-fund must be made for a whole number of units and for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions/redemptions made exclusively in cash will be carried out on the basis of the reference NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s.

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a. If shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:
The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b. If the units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID)

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees, including tax[1]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The LYXOR UCITS ETF MSCI Europe Mid Capsub-fund(the "Sub-fund") is in no way sponsored, approved, sold or recommended by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.
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ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds.. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND NO. 42: LYXOR UCITS ETF IBEX MID

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011855188

CLASSIFICATION

Eurozone country equities.
The LYXOR UCITS ETF IBEX MID sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 23/04/2014 and will be formed on 15/05/2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the IBEX Medium Cap Net Return index (Bloomberg code: IBEXCN) (the "**Benchmark Index**") denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative of the performance of 20 medium size companies listed on the "Prime" segment of the Madrid stock exchange.

The expected ex-post tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index is the IBEX Medium Cap Net Return index.

The Benchmark Index represents the performance of the 20 mid-cap stocks listed on the "prime" segment of the Madrid stock exchange that come immediately after the 35 stocks that comprise the IBEX 35® index in terms of market capitalisation and liquidity.
THE INDEX IS CALCULATED BY BOLSA DE MADRID.

The Benchmark Index is weighted by float-adjusted market capitalization. It represents the performance of the 20 mid-cap stocks listed on the "Trading Market" segment of the Madrid stock exchange (the Spanish Stock Exchange Interconnection System) which have the largest float-adjusted market capitalization, after the 35 stocks that comprise the IBEX 35® index.

The eligibility of each index component is determined by its float-adjusted market capitalisation, using with the following criteria:
- an annual trading turnover ratio above 15%
- more than 15% free float.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.msci.com: www.bolsamadrid.es.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The exact composition of the Benchmark Index and Bolsa de Madrid's rules for its revision are available on its website at www.bolsamadrid.es.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
On Reuters: .IBEXCN
On Bloomberg: IBEXCN
The Benchmark Index's closing value is available on the Internet at www.bolsamadrid.es.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Low Benchmark Index diversification risk

Since the index to which investors are exposed represents a given region, sector and strategy it may provide less diversification of assets in comparison with a broader index that is exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk of investing mid-cap companies

The Sub-fund is exposed to medium-capitalization companies and more specifically to the equity securities of medium and intermediate sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
An investor in the Sub-fund is seeking exposure to the equities of mid-cap companies listed on the "Prime" segment of the Madrid stock exchange.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

A subscription or redemption will be delivered and settled within five French business days after reception of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated .

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s.

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the shares or units of the fund are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) **If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:**

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%).

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.

More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 200,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about Bloomberg and Reuters codes corresponding to the indicative net asset value of UCITS ETF type units is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s.

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For the Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the asset management company when the Sub-fund exceeds its objectives;
- account activity charges charged to the Sub-fund.

For more information on the fees charged to the Sub-fund, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.50% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

Sociedad de Bolsa provides no warranty of any sort, either express or implied, regarding the results that may be obtained from using the Sociedad de Bolsa index. Sociedad de Bolsa disclaims any liability of any kind (for negligence or for any other reason) for any error that may affect the index, irrespective of the parties involved, and shall have no obligation to inform any party of such an error.
The LYXOR UCITS ETF IBEX Mid fund is in no way sponsored, promoted or sold by Sociedad de Bolsa.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 43: LYXOR UCITS ETF GERMAN MID-CAP MDAX

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

D-EUR shares: FR0011857234

CLASSIFICATION

Eurozone country equities.
The LYXOR UCITS ETF GERMAN MID-CAP MDAX sub-fund (the "**Sub-fund**") continuously maintains at least 60% exposure to one or more of the equity markets one or more eurozone countries, which may include France
The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 23/04/2014 and will be formed on 15/05/2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the Mid Cap DAX Index (Bloomberg code: MDAX) (the "**Benchmark Index**"), denominated in euros (EUR), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative of the 50 German mid-cap companies listed on the first segment of the Deutsche Börse.
The expected ex-post tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index is the Mid Cap DAX Index.

The Benchmark Index represents the performance of the 50 mid-cap stocks listed on the first segment of the German stock exchange (Deutsche Börse), which immediately follow the 30 stocks that comprise the DAX 30 index, in terms of market capitalisation and liquidity.

The Benchmark Index is calculated by Deutsche Börse AG

The Benchmark Index is weighted by float-adjusted market capitalization and is designed to measure the share price performance of the 50 mid-cap stocks listed on the first segment of the German stock exchange (Deutsche Börse), which have the largest float-adjusted market capitalization, after excluding the 30 stocks that comprise the DAX 30 index.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on Deutsche Börse AG's website at www.dax-indices.com

Benchmark Index composition and revision

The Benchmark Index's composition is revised annually and rebalanced quarterly.
Each index component is weighted by its float-adjusted market capitalization, with the weight of each component being capped at 10% when the index is rebalanced.
The float-adjusted market capitalization is the market value of the shares issued and available for trading.

The exact composition of the Benchmark Index and Deutsche Börse AG's rules for its revision are available on its website at www.dax-indices.com.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
On Reuters: .MDAXI
On Bloomberg: MDAX
The Benchmark Index's closing value is available on Deutsche Börse AG's website atwww.dax-indices.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's equities will be mainly those that make up the Benchmark Index, and also other international equities, in all economic sectors and listed in all markets, including small-cap markets.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria and in particular:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

These derivative instruments (including index-linked swaps) may be transacted with Société Générale without having to seek a competitive bid from another counterparty. The Management Company therefore makes no commitment to observe a formal, traceable and verifiable competitive tendering procedure.

The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped

ii) trading in the market(s) in the Benchmark Index's underlying assets is suspended

iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value

iv) a market maker fails to comply with an exchange's rules

v) an exchange's IT, electronic or other system fails.

Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index »

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk of investing mid-cap companies:

The Sub-fund is exposed to medium-capitalization companies and more specifically to the equity securities of medium and intermediate sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such a~~. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments,
ii) the Benchmark Index is permanently cancelled by the index provider,
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.

An investor in the Sub-fund is seeking exposure to the equities of German mid-cap companies.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

D-EUR share class: The management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

D-EUR shares
Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

A subscription or redemption will be delivered and settled within five French business days after reception of the subscription or redemption order.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value when selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the shares or units of the fund are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's unit-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares hare listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules

Negotiability of shares and information about the financial institutions acting as Market Makers:

The Sub-fund's share are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"

- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%).

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange .
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.

More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book.
- minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer traded or calculated;
if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the EUR/USD exchange rate is unavailable and if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about Bloomberg and Reuters codes corresponding to the indicative net asset value of UCITS ETF type units is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For the Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the asset management company when the Sub-fund exceeds its objectives;
- account activity charges charged to the Sub-fund.

For more information on the fees charged to the Sub-fund, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.40% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charge on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

This financial instrument is not sponsored, recommended, distributed or otherwise supported by Deutsche Börse AG (the "Licensor"). The Licensor grants no guarantee and issues no statement, whether explicit or implicit, regarding the results arising from use of the index and/or the index's registered trademark, or the value of the index at any given time or date, or regarding any other matter. The Index is calculated and published by the Licensor. However, within the limits of the law, the Licensor shall not be liable to all and any third parties in the event of potential errors in the Index. Moreover, the Licensor is under no obligation to report potential errors in the Index to any third parties, including investors.
Neither the publication of the Index by the Licensor, nor the license granted for the Index and its registered trademark for use with the financial instrument or other securities or financial products arising from the index amount to a recommendation by the Licensor for capital investment, nor do they carry, in any way, a guarantee or opinion from the Licensor concerning the advisability of investing in this product.

In its capacity as sole holder of all the rights relating to the Index and the Index's registered trademark, the Licensor has only granted to the financial instrument's issuer the right to use the Index and the Index's registered trademark, together with all and any reference to the Index and its registered trademark in relation to the financial instrument.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Fund's accounts are kept in euros.

SUB-FUND NO. 44: LYXOR FORTUNE SG UCITS ETF MSCI CHINA A (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES:

C-EUR share class: FR0011720903
C-USD share class: FR0011720911
C-RMB share class: FR0011720937

CLASSIFICATION

Global equities.
The LYXOR FORTUNE SG UCITS ETF MSCI CHINA A (DR) fund (the "Sub-fund") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers on 07/05/2014 and was established on28/08/2014.

DELEGATED ASSET MANAGER

Fortune SG Asset Management (Hong Kong) Co., Limited has a "Type 9" license to manage assets in Hong Kong. It is domiciled at 19/F Three Pacific Place, 1 Queen's Road East, Hong Kong.

The delegated asset manager has a Renminbi Qualified Foreign Institutional Investor (RQFII) license and has been granted a quota of "A share" investments for the Sub-fund.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the MSCI China A Net Total Return index (the "**Benchmark Index**"), denominated in onshore RMB (CNY), whether positive or negative, while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index.

The expected ex-post tracking error under normal market conditions is 2%.

Investors' attention is drawn to the risks incurred specifically from investing in the People's Republic of China (PRC), as described in greater detail in the Risk Profile section below.
It should in particular be noted that there are some uncertainties as to the capital gains on the sale of "A-shares". On 14 November 2014, the PRC Ministry of Finance and tax authority issued circulars to clarify the tax treatment of share sales. These circulars specify in particular that:
- **Capital gains on sales before 17 November 2014 are taxable.**
- **Capital gains on sales after 17 November 2014 are temporarily tax exempt.**

Since the PRC tax authority has not made a definitive pronouncement on how the tax would be calculated or collected, nor on the duration of the exemption, investors should note that:
a) the Sub-fund's Net Asset Value may be adversely affected by a change in PRC tax rules
b) the adverse impact on the Sub-fund's performance resulting from a change in PRC tax rules will depend on the date the Sub-fund's shares are bought or sold
c) the magnitude of this adverse impact on the Sub-fund's performance may not be proportional to the number of shares that an investor holds in the Sub-fund if tax obligations in PRC are amended retroactively and, in certain circumstances, could amount to 100% of the Net Asset Value of a given share class.
The investor is therefore urged to refer to the "Taxation in the PRC" section below for more detailed information.

BENCHMARK INDEX

The MSCI China A Net Total Return index.

The Benchmark Index is a capitalization-weighted index that tracks the performance of "A-Shares" (which are shares in companies formed in the People's Republic of China, excluding Hong Kong (hereinafter "PRC"), which are listed on the Shanghai and Shenzhen exchanges and traded in Chinese yuan ("CNY"). The Benchmark Index is composed of medium and large-sized companies that represent 85% of the PRC universe of investable equities, in terms of free-float market capitalization. On 31 October 2013 the index was composed of 464 shares.

The MSCI China A Net Total Return Index is a capitalization-weighted index, which means that the weight of each index constituent is proportional to its free-float market capitalization.

The Benchmark Index is a "Total Return" index (i.e. the dividends from the Benchmark Index constituents are reinvested.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index constituents are available on the Internet at http: //www.msci.com/products/indices/country_and_regional/domestic_equity_indices/china/

Benchmark Index composition and revision

The composition of the Benchmark Index is revised every six months, using the methodology described in the Benchmark Index's Rulebook, available on MSCI's website at:
http: //www.msci.com/products/indices/country_and_regional/domestic_equity_indices/china/.

The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication:

The Benchmark Index available in real time through Reuters and Bloomberg.

In CNY:
On Reuters: .MICNA0000NCN
On Bloomberg: M7CN1A

In USD:
On Reuters: .MDCNA0000GUS
OnBloomberg: MBCN1A

The Benchmark Index's closing price is available on the Internet at http: //www.msci.com.

INVESTMENT STRATEGY

1. **Strategy employed**

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ a direct replication method, which means that the Sub-fund will mainly invest in the actions that underlie the Benchmark Index.

In order to optimize the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents and/or to reduce the operational constraints of investing in the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index
To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website atwww.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

Investors should also note that the Sub-fund's delegated asset manager is a Renminbi Qualified Foreign Institutional Investor (hereinafter "RQFII") and has a license as such (an "RFQII License") that is valid in the People's Republic of China ("PRC") and is allotted a RQFII quota specifically for the Sub-fund's investments (the "Quota") that will enable this asset manager, acting in the Sub-fund's name and on its behalf, to implement the aforementioned Invested Strategy. More specifically, and subject to the risks indicated in the Risk Profile section below, the aforementioned RQFII License and Quota will enable the delegated asset manager to:

- Invest in A-shares, in the Sub-fund's name and on its behalf, subject to the terms and within the limits of the License and Quota, with no minimum holding period requirement
- Repatriate into and out of PRC the amount of funds the Sub-fund needs to buy or sell A-shares, every business day in PRC and effect any foreign exchange transactions that are required to convert funds in RMB into the currency of the relevant share class.

In order to implement the investment strategy described above, the Sub-fund's asset manager by delegation may also invest in A-shares via the "Shanghai Hong-Kong Stock Connect", the common trading platform set up on 17 November 2014 between the Hong-Kong and Shanghai stock exchanges. The Shanghai Hong-Kong Stock Connect enables investors outside of PRC to invest in A-shares traded on the Shanghai exchange, without necessarily having to have an RQFII License and Quota.

Investors may obtain more information on the terms that govern the delegated asset manager's transactions in Chinese A-shares, under the RQFII License and Quota, and/or under the rules of the Shanghai Hong-Kong Stock Connect, upon written request to the Management Company.

2. **Balance sheet assets (excluding embedded derivatives)**

The Sub-fund may invest in international equities, in any economic sector and listed on any exchange, in compliance with regulatory ratios.

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will not invest in derivatives, except on an ancillary basis and within regulatory limits, futures contracts on indices or on bonds listed on a regulated market.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Specific risk of investing in the People's Republic of China:

Investors in the Sub-fund should be aware of the following risks inherent to investments in the People's Republic of China (**PRC**):

- RQFII risk

The Sub-fund's capacity to achieve its investment objective depends among other things on the RQFII quota it is allotted. If the Sub-fund's RQFII quota is too small this could adversely affect the Sub-fund's operation. PRC regulations governing RQFII status may also be amended at any time by the China Securities Regulatory Commission (**CSRC**) and/or, with respect to foreign exchange, by the State Administration of Foreign Exchange ("**SAFE**") bureau, which could adversely affect the Sub-fund's capacity to achieve its investment objective and result in its dissolution. In particular, RQFII status means that any increase in the investment quota is subject to SAFE's authorization. If the Sub-fund wishes to increase its quota it may take quite a long time to obtain SAFE's approval. Any restriction on the quota that the Sub-fund has been granted may affect its investments. Such a restriction may therefore affect the trading of the Sub-fund's shares on an exchange, which could, in such circumstances and depending on the exchange's rules, trade at more than their Net Asset Value. Lastly, if the delegated asset manager loses its RQFII license, if the RQFII quota is reduced, or if RQFII requirements are significantly increased, the Board of Directors may decide to dissolve the Sub-fund, subject to the AMF's approval.

- Shanghai Hong-Kong Stock Connect risks

The Sub-fund's capacity to achieve its investment objective depends among other thingson whether or not A-shares can be traded via the Shanghai Hong-Kong Stock Connect. As of the date of this publication, the Shanghai Hong-Kong Stock Connect imposes two quotas on the total net purchase orders that may be executed: a daily quota and an overall quota since 17 November 2014. If either of these quotas is exceeded, purchase orders on the Shanghai Hong-Kong Stock Connect will be automatically suspended (at least temporarily in the case of the daily quota), which could impair the Sub-fund's capacity to achieve its investment objective.

- Economic, political and social risks

Any political change, social instability and/or unfavourable diplomatic, political, economic and/or social development which may occur in or in connection with PRC (hereinafter a "Policy Change") could result in the imposition by the Chinese government of additional restrictions and limits, such as expropriation, confiscatory taxes or the nationalization of certain companies included in the Benchmark Index. Investors should also note that a Policy Change may have an adverse impact on PRC stock exchanges and on the Sub-fund's performance and could ultimately result in the Sub-fund's dissolution by decision of the Board of Directors**.**

- Economic risks in PRC

The PRC economy has grown very rapidly. It is, however, not certain that this growth will continue and it may be irregular across the different sectors of the PRC economy. The PRC government has from time to time put in place various measures to prevent an excessively sharp acceleration of the business cycle and the transition of the country's economy from a socialist economy to one that it more market-oriented has caused economic and social tensions that could stop this transition or compromise its success. Any of these risks could diminish the Sub-fund's performance.

- Capital repatriation risks

The system for repatriating capital is subject to the approval of the Chinese SAFE authorities and to the risk that the repatriation of capital may be restricted in terms of amount or frequency (as of the date of the Sub-fund's inception RQFII regulations do however allow capital to be repatriated daily without requiring approval).

Furthermore, the regulations and standard economic practices in PRC that govern the repatriation of funds from the domestic Chinese market to other markets and their conversion into a foreign currency could be modified in a way that adversely affects the Sub-fund.

The unfavourable regulatory developments and situations described above could suspend or restrict the conversion or transfer of foreign currencies and could possibly:

(i) diminish the Sub-fund's capacity to fully achieve its investment objective
(ii) diminish the Sub-fund's performance
(iii) ultimately result in the Sub-fund's dissolution, by decision of the Board of Directors.

- PRC legal system risk

The legal system in PRC is based on statutory law. However, some regulations have yet to be implemented and there is no assurance that they will actually ever be implemented in their entirety. In particular PRC regulations on the control of exchange rates are relatively recent and their application is still quite uncertain. Moreover, these regulations give the Chinese authorities (and in particular CSRC and SAFE) broad discretion in their respective interpretation of the regulations, which leaves uncertainty as to how they might be applied and used. Any of these risks could diminish the Sub-fund's performance.

- State control of exchange rates and of future exchange rate movements

Under the current RQFII system offshore RMB (CNH) can be converted into onshore RMB (CNY) and vice-versa on a one-for-one basis. The CNH also serves as a pivot currency between the share class currencies (USD and EUR) and CNY. There is no guarantee that in the future an exchange rate will not be applied to the conversion of CNH into CNY or vice-versa.

- Dependence on the A-shares market

The existence of a liquid market for A-shares depends on the supply of and demand for A-shares. It should be noted that the Shanghai and Shenzhen stock exchanges, on which the A-shares are listed, are undergoing huge changes and that their market capitalizations and trading volume are less than those of developed country exchanges. The volatility of A-share markets and any difficulty in trading A-shares or in settling A-share trades could result in significant fluctuations in the price of the securities traded in these markets, and ultimately in the Sub-fund's Net Asset Value.

- Taxation in the PRC

Several tax reforms have been introduced by the PRC government in recent years. The current tax rules may be revised or amended in the future.

Furthermore, the PRC's tax authority (the "State Administration of Taxation") has confirmed the 10% withholding tax on dividends, premiumsand interest paid to investors with RQFII status (subsequent to the "PRC Corporate Income Tax Law", which came into effect on 1 January 2008) or who invest via the Shanghai Hong-Kong Stock Connect (subsequent to Caishui circular [2014] No. 81).

This withholding tax may be reduced by virtue of a double taxation treaty with China, provided that certain conditions are met and subject to the approval of PRC tax authorities.

It should also be noted that any dividends paid to shareholders by the Sub-fund will be obtained from the receipt of corresponding amounts from the investment in the A-sharesand that all amounts of this kind will be net of the withholding tax on dividends, premiums and interest applicable in the PRC.

Concerning the taxation of share sales, on 14 November 2014, the PRC Ministry of Finance and tax authority issued circulars, which among other things specified the tax treatment to be applied to capital gains from the sale of "A-Shares"purchased subject to anRQFII quota or via the Shanghai Hong-Kong Stock Connect, the following should in particular be note:

- Capital gains on sales before 17 November 2014 are taxable
- Capital gains on sales as of 17 November 2014 are temporarily tax except.

Since the PRC tax authority has not made a definitive pronouncement on how the tax would be calculated or collected, nor on the duration of the exemption, investors should note that:

a) the Sub-fund's Net Asset Value may be adversely affected by a change in PRC tax rules
b) the adverse impact on the Sub-fund's performance resulting from a change in PRC tax rules will depend on the date the Sub-fund's shares are bought or sold
c) the magnitude of this adverse impact on the Sub-fund's performance may not be proportional to the number of shares that an investor holds in the Sub-fund if tax obligations in PRC are amended retroactively and, in certain circumstances, could amount to 100% of the Net Asset Value of a share class.

The asset manager by delegation has made a 10% provision on the Sub-fund's capital gains up to 14 November 2014. Furthermore, it should be noted that although the PRC tax authority has confirmed the temporary exemption of withholding tax on capital gains on share sales as of 17/11/2014, there is no way of knowing with certainty what investor obligations will bewith respect to PRC's taxation of capital gains on share sales before 17/11/2014. Until further information is provided on the taxation and calculation of withholding tax on capital gains before 17 November 2014, there can be no assurance as to whether the aforementioned provision is sufficient or not, since it cannot currently be known with certainty what obligations may be imposed on investors with RQFII status in respect of the PRC's taxation of capital gains. If the provision made proves to be insufficient, this could adversely affect the Sub-fund's Net Asset Value. However, and as is the case for any mutual fund that complies with Directive 2009/65/EC, the Sub-fund's shareholders can lose no more than the capital they invest and the expense of purchasing and selling shares.

Furthermore, since Chinese tax authorities have only confirmed a temporary exemption of the taxation of capital gains made as of 17 November, the asset manager by delegation may decide to make a provision if Chinese tax authorities specify the duration of the exemption or amend this temporary rule in part or in whole. In this event, such a provision would adversely affect all of the Sub-fund's net asset values calculated as of the date of the first provision. Such a provision would also reduce the Sub-fund's performance relative to that of the Benchmark Index.

In addition to the withholding tax on dividends, premiums, interest and capital gains referred to above, since 19 September 2008 the sellers of A-shares have been required to pay a stock market tax of 0.1% of the share price.PRC authorities may decide to modify this tax.

- Accounting and reporting standards:

The standards and practices for accounting, auditing and the reporting of financial information that apply to PRC companies may differ from those of countries with more developed financial markets. Such differences can adversely affect certain practices such as asset valuation methods and the reporting of information to investors.

- Order execution risk in PRC

Under RQFII regulations, the delegated asset manager must select one or more intermediaries ("**Brokers**) in PRC to execute stock-market orders involving A-shares on the Shanghai Stock Exchange and the Shenzhen Stock Exchange. The delegated asset manager may select the same broker for transactions on both of these exchanges. If a Broker defaults, the Sub-fund may have difficulty recovering its assets, which could adversely affect its valuation.
Société Générale and the delegated asset manager have procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Custody risk in PRC

Under RQFII regulations, a sub-custodian in PRC must be selected. Thesub-custodian selected is Bank of China Limited, which in this capacity holds the Sub-fund's onshore RMB and securities accounts in PRC. Under RQFII regulations, these accounts must be registered jointly in the names of the delegated asset manager (which has the RQFII license) and the Sub-fund. There is therefore a risk that the assets held in PRC may not be as well protected as if they were registered in the Sub-fund's name only.

When, pursuant to the investment strategy, the delegated asset manager purchases and/or sells A-shares via the Shanghai Honk-Kong Stock Connect, the sub-custody in relation to these transactions may be entrusted to a sub-custodian other than Bank of China Limited (the "Third Party Sub-custodian").In this case, the Sub-fund's accounts with theThird-Party Sub-custodian will be opened in the joint name of the Depositary and the Sub-fund.

- Risk that trading is suspended

Trading in the benchmark index constituents may be temporarily suspended, making it impossible for the Sub-fund to value these securities correctly and/or buy or sell them.

Other risks in investing in this Sub-fund:

Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Low Benchmark Index diversification risk

Since the index to which investors are exposed represents a given region, sector and strategy it may provide less diversification of assets in comparison with a broader index that is exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimization techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and in derivatives. The use of such optimization techniques may increase the ex post tracking error and cause the Sub-fund to perform differently from that Benchmark Index.

Emerging Market Risk

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also affect the process of subscriptions, conversions and redemptions of shares.

Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

vi) the calculation of the Benchmark Index is suspended or stopped
vii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
viii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
ix) a market maker fails to comply with an exchange's rules
x) an exchange's IT, electronic or other system fails.

Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the Sub-fund's estimated taxation and its actual taxation may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying constituents or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index constituent becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted)
vi) the Benchmark Index constituents are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- EUR/CNY currency risk of C-EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Portfolio increases.

- USD/CNY currency risk of C-USDshares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Portfolio increases.

- CNH/CNY currency risk of C-RMB shares

The RMB may be divided into two categories: RMB offshore (CNH) and RMB onshore (CNY).The above share classes are denominated in offshore RMB (CNH) and may be exposed to currency risk since they are not denominated in the same currency as the Benchmark Index. Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Portfolio increases.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors .

Investors in this Sub-fund are seeking upside and downside exposure to performance of the large caps on the A-shares market, namely, shares issued by companies incorporated in the People's Republic of China, excluding Hong Kong.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.

The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

Accumulation.

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders must be placed for a monetary amount.
A whole number of shares must be redeemed.

SHARE CURRENCIES

Share class	**C-EUR**	**C-USD**	**C-RMB**
Share currency	Euro	USD	RMB

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary until 12: 00 am (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index constituents (hereinafter a "**Primary Market Day**"), and will be executed at the net asset value on the second Primary Market Day following this day, hereinafter the "**reference NAV**". Subscription/redemption orders submitted after 12: 00am (Paris time) on a Primary Market Day will be processed as if received before 12: 00 am (Paris time) on the following Primary Market Day. Subscription orders must be placed for at least the EUR equivalent of 1,000,000 USD (for the C-EUR share class), at least 1,000,000 USD (for the C-USD share class) and the RMB equivalent of at least 1,000,000 USD (for the C-RMB share class). Redemption orders must be for an exact whole number of shares that represents the EUR equivalent of at least 1,000,000 USD (for the C-EUR share class), at least 1,000,000 USD (for the C-USD share class) and the RMB equivalent of at least 1,000,000 USD (for the C-RMB share class).

Subscriptions and redemptions in cash

Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement

Subscriptions must be fully paid up on the date that subscription orders are received(by the transfer agent before 2: 00 p.m.).

The delivery of subscriptions and the settlement/delivery of redemptions shall be completed within five French business days after receipt of the subscription or redemption orders.

Date and frequency of net asset value calculation

The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the closing prices of the Benchmark Index components and the WM Reuters rate for CNY/USD at 9: 00 a.m. GMT.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the WM Reuters exchange rate between the accounting currency and the currency of the share class at 9: 00 a.m. GMT on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's constituents
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's shareholders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.

More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value:
Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data that NYSE Euronext needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.
Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about Bloomberg and Reuters codes corresponding to the indicative net asset value of UCITS ETF type units is also available in the "Term Sheets" section of Lyxor's website at http: //www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	0.20%
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	0.30%

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.85% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

Euronext Paris SA will calculate and publish the Sub-fund's indicative net asset value , each Trading Day (as defined below) during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The LYXOR UCITS ETF MSCI CHINA A (DR) sub-fund (the "Sub-fund") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. (" MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor international asset management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in shares of mutual funds in general or in shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.
ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, SUB-FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE
NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon receipt of a written request addressed to:

LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the asset manager's website and in the Multi-Unit France fund annual report.

The AMF's website (www.amf-france.org) provides additional information on regulatory documents and the protection of investors.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the Sub-fund's overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:
Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the Board of Directors reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;

- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the Board of Directors reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The asset manager monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the asset manager's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under foreign law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.
- Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the asset manager's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in Renminbi (RMB) is the WM Reuters fixing rate at 9: 00 a.m. GMT published by Thomson Reuters on the day the Sub-fund's net asset value is determined.

B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

For more information see the section entitled "Calculation and Allocation of Distributable amounts".

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in US dollars

SUB-FUND NO. 45: LYXOR UCITS ETF FINVEX SUSTAINABILITYLOW VOLATILITY EUROPE

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR shares: FR0011928159

CLASSIFICATION

Global equities
The LYXOR UCITS ETF FINVEX SUSTAINABILITY LOW VOLATILITY EUROPE sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.
The Sub-fund is an index-tracker ETF UCITS.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 11 July 2014 and was established on 11 August 2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the Finvex Sustainability Low Volatility Europe index (Bloomberg code: RSEUPER) (the "**Benchmark Index**"), denominated in euros (EUR) and representative of a dynamic allocation of 50 to 60 securities listed on various European markets. Each component of this index is selected monthly from a universe of companies judged to be "sustainable" and "socially responsible" from among the components of the Dow Jones Sustainability Europe Index (the "Parent Index").

The expected ex-post tracking error under normal market conditions is 0.15%.

BENCHMARK INDEX

The Benchmark Index is the Finvex Sustainability Low Volatility Europe index.

The Benchmark Index provides exposure to a dynamic allocation of 50 to 60 securities listed on various European exchanges. Each component of this index is selected monthly from a universe companies judged to be "sustainable" and "socially responsible" from among the components of the Parent Index.
The Benchmark Index is denominated in euros.

The Benchmark Index was developed independently by Finvex Group, which sponsors the index under an agreement with Coöperatieve Centrale Raiffeisen-Boerenleenbank B.A.

The Benchmark Index is calculated by S&P-DJ.

The Benchmark Index uses a portfolio optimisation method that aims to minimise, subject to constraints, the index's variance by determining the anticipated volatility on the basis of each security's compound returns and their anticipated correlations over a medium-term time horizon. This optimisation is applied to a "sustainable" and "socially responsible" investment universe which must first meet specific liquidity criteria. This method also serves to comply with certain sector-weighting constraints relative to the Parent Index and to keep the risk contribution determined for each component below a maximum percentage relative to the Benchmark Index's aggregate risk.

The companies included in the Benchmark Index are selected on the basis of long-term economic, environmental and social criteria.

The Dow Jones Sustainability Europe index (the Parent Index) is maintained in collaboration with S&P Dow Jones and RobecoSAM. This index is composed of European companies that are judged to be leaders in terms of sustainable development, as indentified by RobecoSAM on the basis of a systematic assessment of their social and environmental responsibility.

The Dow Jones Sustainability Europe index measures the performance of equities that are considered to be representative of the European sustainable equities market. The issuers of these equities are selected on the basis of long-term economic, environmental and social criteria and form the largest 20% of the 600 largest sustainable European companies in the Dow Jones Global Total Stock Market index.

The Parent Index components are selected on the basis of a systematic assessment of corporate social responsibility criteria.
The selection method employed by S&P Dow Jones in collaboration with RobecoSAM assesses CSR performance using a variety of criteria that include efforts to reduce climate change and energy consumption, human resources development and valorisation, knowledge and expertise management, relationships with suppliers and stakeholders, and corporate governance.

Since the Benchmark Index is calculated with net dividends reinvested, the dividends paid by each index component are reinvested in the Benchmark Index after the deduction of any applicable withholding tax.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.finvex.com/eng/indices_00.php
A description of the Parent Index is available on the Internet at http: //www.djindexes.com/sustainability/

Benchmark Index composition and revision

The selection of each Benchmark Index component is renewed monthly.

The exact composition of the Benchmark Index published by S&P DJ is available on the Internet at www.finvex.com/eng/indices_00.php
The frequency of the rebalancing referred to above does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
On Reuters: N/A
Bloomberg code: RSEUPER Index
The Benchmark Index's closing price is available on the Internet at www.finvex.com

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will be exposed to the Benchmark index via an indirect replication method which involves:

(i) the purchase of a basket of balance sheet assets (as defined below),
and
(ii) the use of an OTC swap contract that enables the Sub-fund to achieve its investment objective by converting the exposure of its balance sheet assets into exposure to the Benchmark Index.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

For this Sub-fund, the asset manager mainly intends to use the following assets:

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can invest up to 100% of its net assets in global equities in all economic sectors and listed on any exchange and also in debt securities and money-market instruments.

Investment in the following is limited to 10% of net assets:

i) undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC
ii) French or other European alternative investment funds (AIF) approved by the AMF and meeting the criteria of Article R214-13 of the French Financial and Monetary Code.

The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company.

To optimise the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3. Balance sheet assets (derivatives)

The Sub-fund may also enter into transactions involving financial derivative instruments (**FDI**) within regulatory limits, and in particular OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimise the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other instruments, in compliance with regulations, such as financial derivative instruments other than index-linked swaps, as specified below.

These derivative instruments (including index-linked swaps) may be transacted with Société Générale without having to seek a competitive bid from another counterparty. The Management Company therefore makes no commitment to observe a formal, traceable and verifiable competitive tendering procedure.

The counterparty of the financial derivative instruments referred to above (the Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio or over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives
N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary securities transactions

N/A.
The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to liquidity, valuation, the credit-worthiness of securities issuers, correlation, and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

1. All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
2. This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
3. The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
4. Collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;
5. Collateral must be immediately enforceable by the Sub-fund's management company without informing the counterparty and without its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may consist of:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. The prices of these financial instruments will rise and fall in accordance with market fluctuations and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (**FDI**) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:

i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is mainly exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materialises it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

To achieve its investment objective of replicating the returns of its Benchmark Index, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of underlyings

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund (and/or of the Sub-fund's FDI counterparty) may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate Action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the European equities market.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements at present and for the next five years, and their willingness to take on risk or adopt a more cautious approach. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.

The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

All amounts available for distribution are reinvested.

DISTRIBUTION FREQUENCY

N/A.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

CURRENCY

C-EUR shares
EUR

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 5: 00pm (Paris time) on a Primary Market Day will be processed as if received from 10.00am to 5: 00pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for an exact number of whole shares that corresponds to a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Subscriptions and redemptions will be settled and delivered within five French business days after the date on which the subscription or redemption order is received.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price. The Sub-fund's net asset value is denominated in EUR.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date of reference NAV calculation.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, investors may have to pay more than the current net asset value when they buy shares and receive less than the current net asset value when they sell them.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorised, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:
The Sub-fund's shares are freely negotiable on NYSE Euronext Paris under the following conditions and in compliance with the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual)
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%).

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralised order book
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

The Benchmark Index is no longer traded or calculated.
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

NYSE Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter the "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is normally calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (from 9.05 am to 5.35 pm), NYSE Euronext Paris will use the Benchmark Index value and the corresponding exchange rate provided by Reuters.
The share prices of the stocks that make up the Benchmark Index and which are used to calculate the value of the Benchmark Index and therefore to determine the iNAV are provided directly to Reuters by the U.S. exchange where the stocks are listed.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar) or if the iNAV cannot be calculated, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide NYSE Euronext Paris with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a unit listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share.

b) If the Sub-fund's shares are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged, for example, by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID)

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.60% per annum
Incentive fee	Net asset value	N/A
Account activity charge	Charged on each transaction	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorised to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Finvex Sustainable Portfolio Europe index (the "Benchmark Index") is registered by the Finvex group. This index or its name may not be used without the Finvex group's consent. The Benchmark Index composition and methodology, which must comply with the rights and rules of S&P Opco LLC and its subsidiaries in respect of the DJSI Europe index, are the exclusive intellectual property of the Finvex group.

The Benchmark Index and the Dow Jones Sustainability Europe index are calculated by S&P Opco LLC, a subsidiary of S&P Dow Jones Indices LLC.
Dow Jones is a trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). The products based on these indices are in no way sponsored, approved, sold or promoted by S&P Opco LLC, Dow Jones or their subsidiaries, and S&P Opco LLC, Dow Jones and their subsidiaries express no opinion as to the merits of investing in such a product.

The Benchmark Index was developed independently by the Finvex group, with the approval of Coöperatieve Centrale Raiffeisen-Boerenleenbank B.A (acting as Rabobank International), the London branch of Rabobank International.

The Benchmark Index is the successor of the Rabo Sustainable and Efficient Portfolio Europe index (the "Rabobank Index") which exists since 1 July 2011.
The Benchmark Index, or any product based on the Benchmark Index, is in no way sponsored, approved, sold or promoted by Rabobank International or its subsidiaries, which under no circumstance represent the Benchmark Index nor the merits of investing in any product based on the Finvex index.

The Benchmark Index's performance history is calculated using the Rabobank index and is used with Rabobank International's permission. The Finvex group confirms that the performance history of the Rabobank index was correctly extracted and accurately reproduced from publically available information sources.
Past performance is not a guide to future performance and potential investors should not rely on the historic performance of the Rabobank Index as assurance of future Finvex index returns. Rabobank International shall not be liable (even in the event of negligence) to any counterparty for an error in the Rabobank Index and shall have no responsibility to inform anyone of such an error.

Although the Finvex index is the successor of the Rabobank Index, it cannot be assured that the Benchmark Index and the Rabobank Index will not be managed simultaneously or coexist over a given period.
There can also be no assurance that any or all of the Rabobank Index investment methodologies that the index replicates (including the composition of the Rabobank Index, the formulas used and the calculation methods) will not be modified at some time.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary securities transactions are valued at the market price.
- Units and shares in UCITS or AIF under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign UCITS or AIF are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable Amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros (EUR).

SUB-FUND NO. 46: LYXOR JPX-NIKKEI 400 UCITS ETF (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR shares:	FR0012144582
Daily Hedged C-EUR shares:	FR0012154821
D-EUR shares:	FR0012169746
Daily Hedged D-EUR shares:	FR0012169753
Daily Hedged C-USD shares:	FR0012329159
Daily Hedged D-USD shares:	FR0012329134
Daily Hedged C-GBP shares:	FR0012329142
Daily Hedged D-GBP shares:	FR0012329126

CLASSIFICATION

Global equities.
The LYXOR JPX-NIKKEI 400 UCITS ETF (DR) sub-fund ("the **Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 05/09/2014 and was established on 15/09/2014.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the JPX-Nikkei 400Net Total Return Index (Bloomberg code: JPNKNTR) (the "**Benchmark Index**") denominated in yen (JPY) and which is representative of the performance of the 400 companies listed on the Tokyo Stock Exchange whose efficient use of capital and management in accordance with shareholders' interests makes them most attractive to investors.
The expected ex-post tracking error under normal market conditions is 0.35%.

BENCHMARK INDEX

The Benchmark Index is the JPX-Nikkei 400 Net Total Return index.

The Benchmark Index represents the performance of the 400 companies listed on the Tokyo Stock Exchange whose efficient use of capital and management in accordance with shareholders' interests makes them most attractive to investors.
Each Benchmark Index component is weighted by its float-adjusted market capitalization, with a maximum weight of 1.5% for each component.

The securities eligible for the Benchmark Index are the companies listed on the Tokyo stock exchange (1st Section, 2nd section, Mothers and JASDAQ) that meet the following criteria:
- They have been in business for at least three years and their liabilities do not exceed their assets
- They are among the 1,000 most liquid stocks over the past three years and the largest by market capitalization.

The index companies are selected on the basis of quantitative and qualitative rating criteria.
- The quantitative rating criterion is the weighted aggregate of three indicators: i) the average ROE over the past three years (40% weight), ii) the total operating income over the past three years (40%) and iii) market capitalization (20%)
- The qualitative rating criterion is determined using three measures: i) The number of outside members on the board of directors, ii) the adoption of IFRS accounting standards and iii) the publication of information on the company's revenue and earnings in English.

The Benchmark Index is rebalanced monthly

The Benchmark Index is a Net Dividends Reinvested Index, which means that the net amount of the dividendsfrom the Benchmark index's underlying shares are reinvested in the index.
A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.tse.or.jp.

Benchmark Index composition and revision

The Benchmark Index is revised monthly.
The exact composition of the Benchmark Index and the Tokyo Stock Exchange's rules for its revision/rebalancing are available on the Internet at www.tse.or.jp.
The frequency of the rebalancing referred to above does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .JPXNK400NTR
Bloomberg code: JPNKNTR
The closing price of the Benchmark Index is available on the Internet at www.tse.or.jp.

INVESTMENT STRATEGY

1. Investment strategy

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (**FDI**). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund may invest in global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The Sub-fund will mainly be invested in the securities that make up the Benchmark Index.

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Sub-fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.
For this purpose the management company may appoint an intermediary (hereinafter the "Agent) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.

These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.

If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions
- the identity of the counterparty(ies) involved in these transactions
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. The prices of these financial instruments will rise and fall in accordance with market fluctuations and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)
The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Benchmark Index tracking risk
Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. The use of such optimization techniques may increase the ex post tracking error and cause the Sub-fund to perform differently from that Benchmark Index.

Liquidity risk (secondary market)
The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.
In this case, the Sub-fund will be exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund will in particular be exposed to counterparty risk resulting from the use of FDI traded over the counter. In compliance with UCITS regulations, exposure to counterparty risk cannot exceed 10% of the Sub-fund's total assets per counterparty.
Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund's Management Company and the FDI counterparty. The Management Company has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk arising from temporary securities disposals
If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

Risk of investing in small and mid-cap companies
The Sub-fund is exposed to small and medium capitalization companies and more specifically to the equity securities of small, medium and "intermediate" sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalisation equities.

Risk that the investment objective is not fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund (and/or of the Sub-fund's FDI counterparty) may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- EUR/JPY currency risk of C-EUR and D-EUR shares

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index.
Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.

- Currency hedging risk of the Daily Hedged C-EUR and Daily Hedged D-EUR share classes

To hedge the EUR/JPY currency risk on the Daily Hedged C-EUR and Daily Hedged D-EUR shares, the Sub-fund uses a hedging strategy that reduces the impact of a change in the exchange rate between the currency of the Benchmark Index and the share currency class. Given the daily implementation of this hedging and its imperfect nature, the Daily Hedged C-EUR and Daily Hedged D-EUR share classes may be subject to adverse market movements and costs that reduce their net asset value.

- Currency hedging risk of the Daily Hedged C-USD and Daily Hedged D-USD share classes

To hedge the EUR/JPY currency risk on the Daily Hedged C-USD and Daily Hedged D-USD shares, the Sub-fund uses a hedging strategy that reduces the impact of a change in the exchange rate between the currency of the Benchmark Index and the share currency class. Given the daily implementation of this hedging and its imperfect nature, the Daily Hedged C-USD and Daily Hedged D-USD share classes may be subject to adverse market movements and costs that reduce their net asset value.

- Currency hedging risk of the Daily Hedged C-GBP and Daily Hedged D-GBP share classes

To hedge the EUR/JPY currency risk on the Daily Hedged C-GBP and Daily Hedged D-GBP shares, the Sub-fund uses a hedging strategy that reduces the impact of a change in the exchange rate between the currency of the Benchmark Index and the share currency class. Given the daily implementation of this hedging and its imperfect nature, the Daily Hedged C-GBP and Daily Hedged D-GBP share classes may be subject to adverse market movements and costs that reduce their net asset value.

- Currency hedging risk of the Daily Hedged C-CHF share classes

To hedge the CHF/JPY currency risk on the Daily Hedged C-CHF shares, the Sub-fund uses a hedging strategy that reduces the impact of a change in the exchange rate between the currency of the Benchmark Index and the share currency class.Given the daily implementation of this hedging and its imperfect nature, the Daily Hedged C-CHFclass of shares may be subject to adverse market movements and costs that reduce their net asset value

- Risk of using derivative financial instruments

The Sub-fund can enter into transactions involving financial derivative instruments (FDI) traded over the counter or on a regulated exchange, such as swaps. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a DFI and could lead to an adjustment or even the early termination of the DFI transaction, which could affect the Sub-fund's net asset value.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

This sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to companies listed on the Tokyo Stock Exchange.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR,Daily Hedged C-EUR, Daily Hedged C-USD, Daily Hedged C-GBP and Daily Hedged C-CHF shares: All distributable amounts are accumulated.
D-EUR, Daily Hedged D-EUR, Daily Hedged D-USD and Daily Hedged D-GBP shares: The management company may distribute all or part of income each year in one or more distributions and/or accumulate this income. Net realised capital gains will be reinvested.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more annual distributions.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.

Only a whole number of shares may be redeemed.

Currencies

Euro — C-EUR, D-EUR, Daily Hedged C-EUR and Daily Hedged D-EUR shares
USD —Daily Hedged C-USD, and Daily Hedged D-USD shares
GBP —Daily Hedged C-GBP and Daily Hedged D-GBP shares.
CHF —Daily Hedged C-CHF shares

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "**Primary Market Day**") and will be executed at thenet asset value on the following Primary Market Day, hereinafter the "**reference NAV**". Subscription/redemption requests submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date of reference NAV calculation.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, investors may have to pay more than the current net asset value when they buy shares and receive less than the current net asset value when they sell them.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorised, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled " SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)", redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:

- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual)
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- The Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 200,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
The Benchmark Index is no longer traded or calculated;
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "iNAV"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	0.05%[1]
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	0.05%[1]

OPERATING AND MANAGEMENT FEES

These fees cover all of the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
Incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives;
account activity charges charged to the Sub-fund.

For more information on the fees that are charged to the Sub-fund, see the Statistics section of the Key Investor Information Document) (KIID)

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.25% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charged on each transaction	N/A
Costs associated with temporary securities transactions	The transaction amount	35% of the income obtained from these transactions

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorised to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

1. "JPX-Nikkei Index 400" and "JPX-Nikkei 400 Total Return Index"(hereinafter collectively referred to as "Index") are copyrighted materials calculated using a methodology independently developed and created by Japan Exchange Group, Inc. and Tokyo Stock Exchange, Inc. (hereinafter collectively referred to as JPX Group") and Nikkei Inc. (hereinafter referred to as "Nikkei"), and the JPX Group and Nikkei jointly own the copyrights and other intellectual property rights subsisting in Index itself and the methodology used to calculate Index;
2. The ownership of trademarks and of any other intellectual property rights with respect to marks representing Index belongs to JPX Group and Nikkei;
3. JPX Group and Nikkei do not sponsor, support, sell or market LYXOR UCITS ETF JPX-NIKKEI 400. JPX Group and Nikkei have – besides granting the license to Lyxor International Asset Management to use certain trademarks and to use Index for LYXOR UCITS ETF JPX-NIKKEI 400 – no connection with LYXOR UCITS ETF JPX-NIKKEI 400. The license agreement between Lyxor International Asset Management and both JPX Group and Nikkei does not provide any rights to any third parties;
4. LYXOR UCITS ETF JPX-NIKKEI 400 is managed exclusively at the risk of Lyxor International Asset Management and both, JPX Group and Nikkei, shall assume no obligation or responsibility for its management and the transactions of LYXOR UCITS ETF JPX-NIKKEI 400. JPX Group and Nikkei are not responsible for the accuracy and the calculation of LYXOR UCITS ETF JPX-NIKKEI 400 or the data contained therein;
5. JPX Group and Nikkei have no obligation to publish Index continuously and shall not be liable for any errors, postponements, interruptions, suspensions and cessations of the publication of Index;
6. JPX Group and Nikkei shall have the right to make any changes in the future in Index regarding the selection of constituent shares and the calculation methods. JPX Group and Nikkei shall have the right to suspend or cease the publication of Index without owing any liability to Lyxor International Asset Management or any other third party; and
7. The currency hedge used for the currency hedged share class(es) is provided solely by Lyxor International Asset Management. JPX Group and/or Nikkei assume no responsibility for such hedging, including, but not limited to, the tracking errors due to such hedging.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in French UCITS are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign UCITS are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable Amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in Yen (JPY).

SUB-FUND NO. 47: LYXOR UCITS ETF IBOXX GERMANY 1-3Y (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

C-EUR share class: FR0012283398

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR UCITS ETF iBoxx Germany 1-3Y (DR) sub-fund (the "**Sub-fund**") is continuously exposed to fixed-income securities denominated in euros. Exposure to equity risk does not exceed 10% of net assets.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by the Autorité des Marchés Financiers on 29/10/2014.
The Sub-fund will be formed on 19/11/2014.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the Markit Iboxx EUR Germany 1-3 Mid Price TCA index (the "**Benchmark Index**"), denominated in euros (EUR),while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which is representative of the performance of German government bonds having a residual maturity of 1 to 3 years.

The expected ex post index tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index (the iBoxx € Germany 1-3 TRI index) is a "Total Return" index, which means that. all coupons from the Benchmark Index components are reinvested in the Benchmark Index.

The Markit Iboxx EUR Germany 1-3 Mid Price TCA Benchmark Index is denominated in euros.

The Benchmark Index provides exposure to German government bonds having a residual maturity of 1 to 3 years and is weighted by volume.

The Benchmark Index is calculated by Markit iBoxx Limited.

The Benchmark Index is composed of German government bonds having a residual maturity of one to three years. The weight of each index component depends on the corresponding bond's market value. Inclusion of a given bond in the Benchmark Index is based on the following criteria:
To be included in the Benchmark Index a bond must:

- be fixed rate
- have been issued by the German government
- have a minimum issuance size of two billion euros.

The settlement date for Markit indices is T+0 days. The Benchmark Index is calculated using the average price (or "mid price") between the bid and ask prices. New bonds are included in the Benchmark Index at their mid price.

Benchmark index composition and revision

The Benchmark Index's composition is reviewed monthly.
The complete index methodology is available at www.markit.com/indices.

Benchmark Index publication

The price of the Benchmark Index is fixed daily by Reuters and Bloomberg.
Reuters code: IBXXABXD
Bloomberg code: IBXXABXD
The Benchmark Index's closing price is available on the Internet at www.markit.com/indices
Benchmark index composition and revision:
The Benchmark Index is revised monthly.
The frequency of rebalancing does not affect the cost of implementing the investment strategy.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on Markit iBoxx Limited website atwww.markit.com/indices

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimize the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure that investors are fully informed of the method used to directly replicate the Benchmark Index (either full replication or sampling to reduce replication costs) and of the consequences of this method on the Sub-fund's assets, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the case of strong volatility in a debt issue, or an event of a political and/or economic nature that has affected or may affect the estimated debt of an issuing country and/or the credit rating of an issuing country or any other event likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and up to 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity:	From 1 to 3
Currencies in which the Sub-fund's securities are denominated:	Euro: 100% of net assets Other: 0% of net assets
Currency risk to which the Sub-fund is exposed:	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed:	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2.Balance sheet date

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.
Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

3.Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all or some of these financial derivative instruments may be traded via Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives
N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "**Agent**) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any

liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the risk exposure resulting from efficient portfolio management transactions;
- the identity of the counterparty(ies) to these efficient portfolio management transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and;
- the income obtained from efficient portfolio management transactions during the relevant period and the direct and indirect operating costs associated with these transactions.

8.Collateral

When the Sub-fund lends securities or sells them on a temporary basis it must in exchange receive securities and/or cash as collateral to reduce the counterparty risk of these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. More specifically, all collateral received must meet the following conditions:

a. all non-cash collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price
b. this collateral must be valued at least dailyand must not include assets with highly volatile prices unless a sufficiently prudent discount is applied to such assets
c. this collateral must be issued by an entity that is independent from the counterparty and must not be highly correlated with the counterparty's financial performance
d. collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value
e. the Sub-fund's management company must be able to fully enforce the collateral at all times without the prior consultation or approval of the counterparty.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may include:

i) cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments
ii) bonds issued or guaranteed by an OECD member state, by the local authorities of an OECD member state, by a supranational institution or organization of a community, regional or global nature, or by any other country provided that the conditions specified in points (a) to (e) inclusive above are fully complied with
iii) shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating
iv) shares or units issued by UCITS that invest mainly in the bonds or shares indicated at points (v) and (vi) below
v) bonds issued or guaranteed by top-rated issuers that offer sufficient liquidity
vi) shares admitted for trading or traded on a regulated market of an EU member state, on a securities exchange of an OECD member state, or on a securities exchange of a non-OECD country provided that the conditions of points (a) to (e) above are fully met and that these shares are a component of a leading stock index.

Discounting policy
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of this discount will depend on the following criteria:

- The type of asset provided as collateral
- The maturity of the asset provided as collateral (if relevant)
- The credit rating of the issuer of the asset provided as collateral (if relevant)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral

Non-cash collateral will not be sold, reinvested or pledged.

Cash collateral may, at the manager's discretion, be:

(c) deposited with an authorized institution
(d) invested in high-quality government bonds
(e) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund may recover the full cash amount at any time with accrued interest
(f) invested in short-term money-market funds as defined in the guidelines for a common definition of European money-market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve. The bonds that make up the Benchmark Index are exposed to such changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be negatively affected if, when the Sub-fund (or one of its counterparties in a transaction involving a derivative financial instrument) is rebalancing its exposure the corresponding financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volumes, to execute the trades necessary to replicate the Benchmark Index may also have adverse consequences on share subscription, conversion and redemption.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

vi) the calculation of the Benchmark Index is suspended or stopped
vii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
viii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
ix) a market maker fails to comply with an exchange's rules
x) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments(FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event.
If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i.e. to replicate the Benchmark Index.

Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund's Management Company and the FDI counterparty. The Management Company has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automaticallyand continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to secure the Benchmark Index returns and achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments(FDI), such as swaps. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk exposure of the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of the Sub-fund's shares may be adversely affected.

- Regulatory risk exposure of the Sub-fund's underlying assets

In the event of a change in the tax regime that applies to the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of the Sub-fund's shares may be adversely affected.

- Benchmark Index disruption risk

In the event of a Benchmark Index disruption, the manager, acting in accordance with applicable laws and regulations, may have to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying constituents or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate Action risk

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to increases and decreases in the prices of German government bonds.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next three years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share class: All amounts available for distribution are reinvested.

DISTRIBUTION FREQUENCY

N/A

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

CURRENCY

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "**Primary Market Day**") and will be executed at the net asset value on that Primary Market Day (hereinafter the "**reference NAV**"). Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Delivery and settlement of subscriptions and redemptions shall be completed within five French business days after the subscription or redemption order is received.

Date and frequency of NAV calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of the Sub-fund's shares differs significantly from its indicative net asset value, or if the listing of the Sub-fund's shares is suspended, investors may be authorised, subject to the conditions set out below, to redeem their shares on the primary market directly from the Sub-fund, without being subject to the minimum redemption amount requirement specified herein in the section entitled "Subscription and Redemption fees (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's constituents
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's shareholders.

Notwithstanding the provisions concerning fees presented in the section entitled "*SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions*"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and pursuant to the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual)
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a total spread of no more than 2% between the bid and ask prices in the central order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer listed or calculated
- The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is normally calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent securities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the calculation of the iNAV proves impossible, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption request or 5% of the net asset value per share multiplied by the number of shares subscribed, payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the management company receives when the Sub-fund exceeds its objectives. They are therefore paid by the Sub-fund.
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	On each transaction	N/A
Incentive fee	Net asset value	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Markit Iboxx EUR Germany 1-3 Mid Price TCA index("the **Index**") referred to here is the property of Markit Indices Limited. (the "**Index Sponsor**") and is used under license for the Lyxor UCITS ETF iBoxx Germany 1-3Y sub-fund. Lyxor International Asset Management recognizes and accepts that the Sub-fund is not sponsored, approved nor promoted by the Index Sponsor. The Index Sponsor makes no explicit or implicit commitment of any type whatsoever and expressly refuses to be bound by any warranty or guarantee in relation to the Index (with respect, for example, to its commercial value or suitability for a specific purpose) or to any data in the Index or in connection therewith, and in particular provides no warranty or guarantee with respect to the quality, accuracy and/or completeness of the Index or of its related data, to the results that may be obtained from using the Index, to the Index's composition at any given date or time, to the credit-worthiness of any issuing entity, or to any credit or similar event (however so defined) pertaining to a bond that is a constituent of the Index at any given date or time.

The Index Sponsor shall not be liable to anyone whomsoever for an error in the Index (even in the event of negligence or for any other reason) and shall not be required to inform anyone in the event of such an error.

The Index Sponsor provides no recommendation, or expressed or implied, to buy or sell shares in the Sub-fund, and expresses no opinion on whether the Index is capable of replicating the performance of the relevant markets, or on the Index itself or on any transaction or product in relation thereto, or on any risks associated therewith. The Index Sponsor shall under no circumstance be required to take into consideration the needs of any third party when determining or modifying the composition of the Index or calculating the Index. No third party, nor the Index Sponsor, shall be liable to any other third party for any act or omission on the part of the Index Sponsor in relation to the determination, modification, calculation or maintenance of the Index.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent by the investors' financial intermediaries (Euroclear France SA members) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Documents and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "*Publication date*" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in currencies other than the Sub-fund's reference currency are the exchange rates provided by WM Reuters on the day on which the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND No. 48: LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR shares: FR0012386696
D-EUR shares: FR0012386704

CLASSIFICATION

Bonds and other debt securities denominated in euros.

The LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y sub-fund **(**hereinafterthe **"Sub-fund")** is continuously exposed to euro-denominated debt securities. Exposure to equity risk does not exceed 10% of net assets.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 16/12/2014 and will be established on 07/01/2015.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the "Barclays Euro Corporate FRN 0-7Y Enhanced Duration index"(hereinafter the **"Benchmark Index"**) denominated in Euros and representative of the performance of corporate floating-rate debt securities nominated in euros and having a residual maturity of less than seven years.
The expected ex-post tracking error under normal market conditions is 0.08%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" type index (i.e. all coupons detached by the components of the index are reinvested in the Benchmark Index).

The Benchmark Index is denominated in euros.

The Benchmark Index is calculated by Barclays Capital.

The Benchmark Index provides exposure to floating-rate corporate debt securities denominated in euros and having a residual maturity of one month to seven years.
The weight of each index component is proportional to the market value of securities in circulation, and is then adjusted such that 50% of the index will be invested in eligible securities with a residual maturity of no more than three years and the remaining 50%in eligible securities with a residual maturity of three to seven years inclusive.

To be eligible for the Benchmark Index, a debt securitymust meet the following criteria:

- Have a median credit rating of at leastBBa3/BBB-/BBB- (**"**investment grade"*)*, among the Moody's, S&P and Fitch ratings
- Have a residual maturity of at least one month and less than seven years
- Have a nominal value in circulation of at least 750 million euros
- Have been issued less than two years ago
- Be one of the following four types:
  - floating-rate and linked to 3-month Euribor
  - step-up notes and bonds
  - callable
  - bullet.

- Perpetual bonds are not eligible.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.barcap.com/indices

The performance tracked is that of the Benchmark Index's closing price at 5: 00 pm (CET).

Benchmark Index publication
The Benchmark Index price is fixed daily and available through Bloomberg.
Bloomberg code: BFRD
The Benchmark Index's closing price is available on the Internet at www.barcap.com/indices

Benchmark Index composition and revision
The Benchmark Index is revised monthly.
The frequency of this rebalancing will have an impact on the Sub-fund's costs and could therefore diminish its performance.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on Barclay Capital's website atwww.barcap.com/indices

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fundwill comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund will mainly invest in bonds issued by eurozone governments having the highest credit quality.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Investors may find more information on the above eligibility and diversification criteria on Lyxor's website at www.lyxoretf.com
Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund, is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-sovereign entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index, which limits exposure to each component to 20%, this calculation being made by the Benchmark Index sponsor or calculation agent. This 20% limit can be increased to 35% for a single non-sovereign issuer, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Sub-fund's targeted interest-rate sensitivity:	From 1 to 7
Currencies in which the Sub-fund's securities are denominated:	Euro: 100% of net assets Other: 0% of net assets
Foreign exchange risk to which the Sub-fund is exposed:	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed:	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.

These securities will be bonds selected on the basis of the following criteria:
- eligibility criteria and in particular:
  - senior debt
  - fixed maturity
  - maximum residual maturity
  - minimum issuance size
  - minimum S&P or equivalent credit rating
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the asset manager reserves the right to use other financial instruments, in compliance with regulations.

3.Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The Sub-fund may only select a counterparty to a futures or forward contract that is a leading financial institution that is authorized to enter into such contracts for its own account.

The counterparty of the financial derivative instruments referred to above (the "**Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. **Securities with embedded derivatives**

N/A.

5. **Cash deposits**

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. **Cash borrowing**

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. **Temporary purchases and disposals of securities**

N/A The manager shall not engage in any temporary purchases or sales of securities.

8.**Collateral**

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) This collateral must be sufficiently diversified by country, market and issuer, and no exposure to a single issuer may exceed 20 % of the Sub-fund's net asset value;
(e) The Sub-fund's management company must be able to enforce this collateral in full and at any time, without having to consult with the counterparty or obtain its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset;
- The collateral's maturity (if applicable);
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (**FDI**) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also adversely affect share subscription, conversion and redemptions.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

vi) the calculation of the Benchmark Index is suspended or stopped
vii) trading in the market(s) in the Benchmark Index's underlying assets is suspended
viii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
ix) a market maker fails to comply with an exchange's rules
x) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.
If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

When Société Générale is the FDI counterparty, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk that the investment objective may not be fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A "Benchmark Index event" includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index,
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost.
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Low diversification risk

Since the index to which investors are exposed represents a given region, sector and strategy it may provide less diversification of assets in comparison with a broader index that is exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of corporate floating-rate debt securities, denominated in euros..

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR shares: All distributable amounts are accumulated.
D-EUR shares: If a distribution is decided, the Board of Directors reserves the right to distribute and/or accumulate some or all of income in one or more distributions per annum. All net capital gains realized will be accumulated.

DISTRIBUTION FREQUENCY

C-EUR shares: N/A
D-EUR shares: If a distribution is decided, the Board of Directors reserves the right to distribute some or all of the distributable amount in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

SHARE CURRENCY

Shares	C-EUR	D-EUR
Currency	Euro	Euro

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for units in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "**reference NAV**"). Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date of reference NAV calculation.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS:

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

(a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and pursuant to the applicable laws and regulations.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:

- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%).

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:
- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:
- a maximum global spread of 2% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
- the Benchmark Index is no longer traded or calculated;
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative net asset value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund's iNAV during the Paris trading session (from 9.05 am to 5.35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.

The market prices of the bonds in the Benchmark Index used to calculate its level and accordingly determine theiNAV are provided directly by the Barclays platform .
If the Barclays Capital platformis closed (on a public holiday pursuant to the TARGET calendar) the iNAV cannot be calculated and trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:
- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

(b) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription or redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the asset manager, in particular.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives. They are therefore paid by the Sub-fund
- account activity charges, which are charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons).
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

Barclays Bank PLC or Barclays Capital Inc. and its affiliated companies (hereinafter "Barclays") did not create or issue the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund and Barclays has no responsibility, obligation or duty with respect to the investors in the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund.
The Barclays Euro Corporate FRN 0-7Y Enhanced Duration index is atrademark of Barclays Bank PLC and is used under a license granted to LYXOR International Asset Management, which is the issuer of the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund. Although Lyxor International Asset Management can in its name enter into transactions with Barclays that are directly or indirectly related to the Barclays Euro Corporate FRN 0-7Y Enhanced Duration index in relation to the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund, investors who purchase shares of Lyxor International Asset Management's LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund will never acquire any interest in Barclays Euro Corporate FRN 0-7Y Enhanced Duration index and do not enter into any relationship with Barclays simply because they are invested in the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund. The LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund is not sponsored, approved, sold or promoted by Barclays and Barclays makes no representation whatsoever as to any benefit to be gained from investing in the LYXOR UCITS ETF BARCLAYS FLOATING RATE EURO 0-7Y fund, from using the Barclays Euro Corporate FRN 0-7Y Enhanced Duration index, or from using any data in this index. Barclays shall under no circumstance be held liable to the issuer, investors or any third party for the use or accuracy of the Barclays Euro Corporate FRN 0-7Y Enhanced Duration index or of any data it may contain.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Investors must submit subscription and redemption orders via their financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros

SUB-FUND NO. 49: LYXOR ULTRA LONG DURATIONEURO GOVT FTSE MTS 25+Y UCITS ETF (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

C-EUR share class: FR0012538148

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR ULTRA LONG DURATIONEURO GOVT FTSE MTS 25+Y UCITS ETF (DR) sub-fund (the "**Sub-fund**") is continuously exposed to debt securities denominated in euros. Exposure to equity risk does not exceed 10% of net assets.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by the Autorité des Marchés Financiers on13/02/015.
The Sub-fund will be formed on xx/xx/2015.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to reproduce the performance, whether positive or negative, of the "FTSE MTS Eurozone Government Bond IG 25Y+ (Mid Price) Index"(the "**Benchmark Index**") denominated in euros (EUR) and consisting of securities with a maturity of over 25 years, and the sub-index of the FTSE MTS Eurozone Government Bond investment Grade All Maturity Index, which is a "Total Return" index composed of securities issued by eurozone member governments and weighted by issuer country.

The expected tracking error, monitored ex-post under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index, which means that all of the coupons from the Benchmark Index components are reinvested in the Benchmark Index.

The "FTSE MTS Eurozone Government Bond IG 25Y+ (Mid Price) Index (Bloomberg code: FMMPI255)" " Benchmark Indexis denominated in euros.

The FTSE MTS Eurozone Government Bond IG 25Y+ Index"(Bloomberg code: EMIEFB5) (see the "Benchmark Index" section below), is composed of debt securities that are issued by eurozone member country governments and have a maturity of over 25 years.

The Benchmark Index is calculated in real time by FTSE MTS.

To be eligible for a FTSE MTS index securities must meet the following criteria:
(i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility; and having a maturity of at least 1 year;
(ii) issued by a sovereign government of the euro zone and selected by FTSE MTS among the following list of countries as having at least two Investment Grade ratings issued by the credit-rating agencies Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany,Ireland, Italy, Netherlands, Portugaland Spain;
(iii) with at least EUR two billion issued;
(iv) listed on the MTS markets.

The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.
The Benchmark Index is revised monthly.
A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.markit.com/indices.
These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.
The tracked performance is based on the 5.30pm (Paris time) fixing of the index as determined by FTSE MTS.

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at http: //www.ftse.com/.
The price of the Benchmark Index is fixed daily by Reuters and Bloomberg.
Reuters: FMMPI25R=
Bloomberg: FMMPI255
The Benchmark Index's closing price is available on the Internet at www.ftse.com.

Benchmark index composition and revision:
The Benchmark Index is revised monthly.
The frequency of rebalancing does not affect the cost of implementing the investment strategy.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimize the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (FDI). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Fund's tracking error.

To ensure transparency on the use of the direct index replication method (i.e. either full replication of the Benchmark Index or sampling to limit replication costs) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the case of strong volatility in a debt issue, or an event of a political and/or economic nature that has affected or may affect the estimated debt of an issuing country and/or the credit rating of an issuing country or any other event likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and up to 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Sub-fund's targeted interest-rate sensitivity:	From 12 to 40
Currencies in which the Sub-fund's securities are denominated:	Euro: 100% of net assets Other: from 0% to 10% of net assets
Currency risk to which the Sub-fund is exposed:	0% maximum of net assets.
Geographic regions of the issuers of the securities to which the Sub-fund is exposed:	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2. Balance sheet date

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.
Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

When the Sub-fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

3. Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all or some of these financial derivative instruments may be traded via Société Générale without having to seek a competitive bid from another counterparty.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "**Agent**) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the risk exposure resulting from efficient portfolio management transactions;
- the identity of the counterparty(ies) to these efficient portfolio management transactions;
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and; et
- the income obtained from efficient portfolio management transactions during the relevant period and the direct and indirect operating costs associated with these transactions.

8. Collateral

When the Sub-fund lends securities or sells them on a temporary basis it must in exchange receive securities and/or cash as collateral to reduce the counterparty risk of these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. More specifically, all collateral received must meet the following conditions:

(a) all non-cash collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) this collateral must be valued at least daily and must not include assets with highly volatile prices unless a sufficiently prudent discount is applied to such assets;
(c) this collateral must be issued by an entity that is independent from the counterparty and must not be highly correlated with the counterparty's financial performance;
(d) collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;
(e) the Sub-fund's management company must be able to fully enforce the collateral at all times without the prior consultation or approval of the counterparty.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may include:

(i) cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) bonds issued or guaranteed by an OECD member state, by the local authorities of an OECD member state, by a supranational institution or organization of a community, regional or global nature, or by any other country provided that the conditions specified in points (a) to (e) inclusive above are fully complied with;
(iii) shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) shares or units issued by UCITS that invest mainly in the bonds or shares indicated at points (v) and (vi) below;
(v) bonds issued or guaranteed by top-rated issuers that offer sufficient liquidity;
(vi) shares admitted for trading or traded on a regulated market of an EU member state, on a securities exchange of an OECD member state, or on a securities exchange of a non-OECD country provided that the conditions of points (a) to (e) above are fully met and that these shares are a component of a leading stock index.

Discounting policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of this discount will depend on the following criteria:

- The type of asset provided as collateral
- The maturity of the asset provided as collateral (if relevant)
- The credit rating of the issuer of the asset provided as collateral (if relevant).

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:
Non-cash collateral will not be sold, reinvested or pledged.

Cash collateral may, at the manager's discretion, be:
(i) deposited with an authorized institution;
(ii) invested in high-quality government bonds;
(iii) used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund may recover the full cash amount at any time with accrued interest;

(iv) invested in short-term money-market funds as defined in the guidelines for a common definition of European money-market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond or other debt security is affected by changes in interest rates. The price of most debt securities increases when interest rates decline and decreases when interest rates rise. Bonds with relatively long maturities (which is the case of those in the Benchmark Index) are more sensitive to changes in interest rates and are therefore more volatile investments than debt securities with shorter maturities.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be negatively affected if, when the Sub-fund (or one of its counterparties in a transaction involving a derivative financial instrument) is rebalancing its exposure the corresponding financial markets are restricted, closed, or subject to wide bid/offer spreads. An inability, due to low trading volumes, to execute the trades necessary to replicate the Benchmark Index may also have adverse consequences on share subscription, conversion and redemption.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. The use of such optimization techniques may increase the ex post tracking error and cause the Sub-fund to perform differently from that Benchmark Index.

- Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

In this case, the Sub-fund will be exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund will in particular be exposed to counterparty risk resulting from the use of FDI traded over the counter. In compliance with UCITS regulations, exposure to counterparty risk may not exceed 10% of the Sub-fund's total assets per counterparty

Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund's Management Company and the FDI counterparty. The Management Company has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary

- Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Sub-fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to secure the Benchmark Index returns and achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk exposure of the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of the Sub-fund's shares may be adversely affected.

- Regulatory risk exposure of the Sub-fund's underlying assets

In the event of a change in the tax regime that applies to the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of the Sub-fund's shares may be adversely affected.

- Benchmark Index disruption risk

In the event of a Benchmark Index disruption, the manager, acting in accordance with applicable laws and regulations, may have to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments;
ii) the Benchmark Index is permanently cancelled by the index provider;
iii) the index provider is unable to indicate the level or value of the Benchmark Index;
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying constituents or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted;
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate Action risk

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the eurozone government bond segment.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next three years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore invited to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR shares: all distributable amounts are accumulated.

DISTRIBUTION FREQUENCY

C-EUR shares: N/A

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

Currency

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day") and will be executed at the net asset value on that Primary Market Day (hereinafter the "**reference NAV**"). Subscription/redemption orders submitted

after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Delivery and settlement of subscriptions and redemptions shall be completed within five French business days after the subscription or redemption order is received.

Date and frequency of NAV calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS:

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of the Sub-fund's shares differs significantly from its indicative net asset value, or if the listing of the Sub-fund's shares is suspended, investors may be authorised, subject to the conditions set out below, to redeem their shares on the primary market directly from the Sub-fund, without being subject to the minimum redemption amount requirement specified herein in the section entitled "Subscription and Redemption fees (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's constituents;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's shareholders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS:

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and pursuant to the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer listed or calculated;
- Euronext Paris SA cannot obtain the Benchmark Index's level;
- Euronext Paris SA cannot obtain the Sub-fund's net asset value;

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a total spread of no more than 2% between the bid and ask prices in the central order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer listed or calculated;
- The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is normally calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent securities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the calculation of the iNAV proves impossible, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day;
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	Base	Maximum charge
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption request or 5% of payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):

- incentive fees, which the management company receives when the Sub-fund exceeds its objectives. They are therefore paid by the Sub-fund;
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	Base	Maximum charge
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	On each transaction	N/A
Incentive fee	Net asset value	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act. The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons.
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "**Holders**").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS Index™)and FTSE MTS indices (FTSE MTS Indices™) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Eurozone Government Bond IG 25Y+ (Mid Price) Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent by the investors' financial intermediaries (Euroclear France SA members) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Documents and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in currencies other than the Sub-fund's reference currency are the exchange rates provided by WM Reuters on the day on which the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 50: LYXOR ULTRA LONG DURATION LOWEST RATED IG EURO GOVT UCITS ETF (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR share class: FR0012612547

CLASSIFICATION

Bonds and other debt securities denominated in euros.
The LYXOR ULTRA LONG DURATION LOWEST RATED IG EURO GOVT UCITS ETF (DR) sub-fund (the "**Sub-fund**") is continuously exposed to debt securities denominated in euros. Exposure to equity risk does not exceed 10% of net assets.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers on 06/03/2015 and will be formed on 26/03/2015.

INVESTMENT OBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the FTSE MTS Lowest Rated Eurozone Government Bond IG 25Y+ index(the "**Benchmark Index**"). This involves gaining exposure to eurozone government bonds that mature in 25 years or more and which are of "investment grade" quality but do not have the highest credit rating, while minimizing the tracking error between the Sub-fundand the index.

The expected ex-post tracking error under normal market conditions is 0.02%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index).

The "FTSE MTS Lowest Rated Eurozone Government Bond IG 25Y+ index" (Bloomberg Code: FMMPIXQ5).

The Benchmark Index is composed of securities that mature in 25 years or more and which are of "investment grade" quality but do not have the highest credit rating. It is a "Total Return" index composed of securities issued by eurozone member governments and weighted by country.

The Benchmark Index is calculated in real time by FTSE MTS.

The investment universe of the FTSE MTS indices (which include the "**Benchmark Index"**) is composed of securities that meet the following criteria:

(i) Nominal and fixed-coupon bonds denominated in euros with no option or convertibility and having a maturity of at least 1 year
(ii) issued by a sovereign eurozone government selected by FTSE MTS from among the following countries and having at least two out of three "Investment Grade" category ratings from Standard & Poor's, Moody's and Fitch: Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Portugal and Spain
(iii) with at least EUR two billion issued
(iv) listed on MTS exchanges.

The bonds that compose the Benchmark Index must have at least two ratings from the three main credit-rating agencies that are in the "Investment Grade" category but are less than the highest possible rating.

The methodology of the FTSE MTS indices is supervised by an independent advisory committee composed of bond and issuer specialists.
The Benchmark Index is revised monthly.
A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at http: //www.ftse.com/.

These characteristics ensure that FTSE MTS indices are highly liquid and representative of the performance of sovereign bonds.
The monitored performance is based on the 5.30 pm (Paris time) fixing for the Benchmark Index determined by FTSE MTS.

A full description of the Benchmark Index and its construction methodology and information on its composition are available on the Internet at http: //www.ftse.com/.
The Benchmark Index daily fixing price is provided by Reuters and Bloomberg.
Via Reuters: FMMPIXQR
Via Bloomberg: FMMPIXQ5=
The Benchmark Index's closing price is available on the Internet at www.ftse.com.

Benchmark index composition and revision:

The Benchmark Index is revised monthly.
The frequency of the rebalancing referred to above does not affect the cost of implementing the Investment Strategy.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet at www.ftse.com

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimise the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund may also, on an ancillary basis, engage in transactions involving financial derivative instruments (**FDI**). These transactions could for example be futures contracts on indices and/or swaps for hedging purposes and in particular to minimise the Sub-fund's tracking error.

To ensure that investors are fully informed of the method used to directly replicate the Benchmark Index (either full replication or sampling to reduce replication costs) and of the consequences of this method on the Sub-fund's assets, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a given OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in any other event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the above, securities issued by a given sovereign issuer may account for up to 35% of assets, and up to 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

Fund's targeted interest-rate sensitivity:	From 12 to 40
Currencies in which the Sub-fund's securities are denominated:	Euro: 100% of net assets Other: from 0% to 10% of net assets
Currency risk to which the Sub-fund is exposed:	0% maximum of net assets.
Geographic region of the issuers of the securities to which the Sub-fund is exposed:	Eurozone: 100% of net assets Emerging countries: 0% of net assets

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.
Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

When the Sub-fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

3.Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving derivatives traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4.Securities with embedded derivatives

N/A.

5.Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

Pursuant to its investment strategy, the Sub-fund may use various efficient portfolio management techniques in compliance with Article R214-18 of the French Monetary and Financial Code, including the temporary sale of securities.

For this purpose the management company may appoint an intermediary (hereinafter the "**Agent**) to provide the following services in connection with the Sub-fund's temporary securities transactions. If such an Agent is used it may be authorised to (i) lend securities, on the Sub-fund's behalf, under framework agreements, such as global master securities lending agreements (GMSLA) and/or any other internationally recognised framework agreement, and (ii) invest, on the Sub-fund's behalf, any liquid assets received as collateral for these securities lending transactions, subject to the restrictions specified in the securities lending agreement, the rules of this prospectus and the applicable regulations.

The Sub-fund shall be entitled to all income from the temporary disposal of securities, net of any direct and indirect operating costs.
These operating costs, which are incurred to manage the portfolio more efficiently, may be borne by the Sub-fund's management company, the Agent and/or other intermediaries that are involved in these transactions.
These direct and indirect operating costs will be calculated as a percentage of the Sub-fund's gross income. Information on direct and indirect operating expenses and on the entities to which these expenses are paid will be provided in the Sub-fund's annual report.

All income obtained from the lending of securities (from which must be deducted all direct and indirect operating costs borne by the Agent and if applicable by the management company) shall be paid to the relevant Sub-fund. Since these direct and indirect costs do not increase the Sub-fund's overall operating expenses they have been excluded from ongoing expenses.
If necessary, the Sub-fund's annual report will provide the following information:

- the exposure resulting from the use of efficient portfolio management techniques/transactions
- the identity of the counterparty(ies) involved in these transactions
- the nature and amount of any collateral received to reduce the Sub-fund's counterparty risk, and
- the income generated by efficient portfolio management techniques over the relevant period, and any associated direct and indirect operating costs or expenses.

8. Collateral

When the Sub-fund lends or otherwise temporarily disposes of securities it must receive collateral in the form of securities and/or cash to reduce the counterparty risk associated with these transactions.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to liquidity, valuation, the credit-worthiness of securities issuers, correlation, and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All non-cash collateral must be of high quality, be highly liquid and be traded on a regulated exchange or a multilateral trading facility with transparent pricing to enable rapid sale at a price near the valuation price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) Collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;
(e) Collateral must be immediately enforceable by the Sub-fund's management company without informing the counterparty and without its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- Such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and; et
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may consist of:

(i) Cash and assets of equivalent liquidity, such as short-term bank balances and money-market instruments;
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with;
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) Shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below;
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity;
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund for securities lending and repo transactions. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable)

A higher discount may be applied to collateral received in a currency other than the euro.

Reinvestment of collateral:

Non-cash collateral will not be sold, reinvested or pledged.

At the manager's discretion, cash collateral may either be:

(i) Deposited in an authorised institution
(ii) Invested in high-quality government bonds
(iii) Used for reverse repurchase transactions, provided that these are entered into with credit institutions that are subject to prudential supervision and that the fund is able to withdraw the total amount of its cash collateral and the accrued interest at any time
(iv) Invested in short-term money market funds that meet the guidelines for a common EU definition of money market funds.

All cash collateral that is reinvested must be invested in a diversified manner in compliance with the rules that apply to the acceptance of non-cash collateral.

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the asset manager. The prices of these financial instruments will rise and fall in accordance with market fluctuations and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Interest rate risk

The price of a bond or other debt security is affected by changes in interest rates. The price of most debt securities increases when interest rates decline and decreases when interest rates rise. Bonds with relatively long maturities (which is the case of those in the Benchmark Index) are more sensitive to changes in interest rates and are therefore more volatile investments than debt securities with shorter maturities.

- Capital risk

The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Credit risk

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (**FDI**) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also affect the process of subscriptions, conversions and redemptions of shares.

- Liquidity risk on an exchange (secondary market)

The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Benchmark Index tracking risk

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents and derivatives. The use of such optimization techniques may increase the ex post tracking error and cause the Fund to perform differently from that Benchmark Index.

- Counterparty risk

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

In this case, the Fund will be exposed to the risk that a counterparty with which the Fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Fund will in particular be exposed to counterparty risk resulting from the use of FDI traded over the counter.In compliance with UCITS regulations, exposure to counterparty risk may not exceed 10% of the Fund's total assets per counterparty.

When Société Générale is the counterparty for an FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Sub-fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk arising from temporary securities transactions

If a borrower of securities defaults on its obligation there could be a risk that the value of the collateral received by the Sub-fund is less than the value of the securities lent. This risk could arise, for example, in the event of (i) an inaccurate valuation of the securities lent and/or (ii) unfavourable market movements and/or (iii) the lowering of the credit rating(s) of the issuer(s) of securities taken as collateral and/or (iv) the illiquidity of the market in which the collateral received is listed. If cash collateral is reinvested this could (i) result in leverage that entails a risk of loss and volatility and/or (ii) expose the Sub-fund to a market that is inappropriate for its investment objective, and/or (iii) generate less income than the amount of collateral the Sub-fund must repay. The Sub-fund could also fail to receive the securities lent by the date specified, which would diminish its capacity to accommodate investor redemptions.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments;
ii) the Benchmark Index is permanently cancelled by the index provider;
iii) the index provider is unable to indicate the level or value of the Benchmark Index;
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted;
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to the performance, whether positive or negative, of the eurozone government bond segment.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR share classes: All distributable amounts are capitalised.

DISTRIBUTION FREQUENCY

C-EUR share classes: N/A

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares
A whole number of shares must be redeemed.

Share currency

Euros.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption requests for shares in the Sub-fund will be processed by the Depositary from 10: 00 am and 5: 00 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day") and will be executed at the net asset value on that Primary Market Day (hereinafter the "**reference NAV**"). Subscription/redemption orders submitted after 5: 00 pm (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to 5: 00 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be made for a minimum amount of at least 100,000 euros.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the Referance NAV.

Delivery and settlement:
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receipt of the subscription or redemption order.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published every day that the Sub-fund's net asset value is to be published, providing that orders placed in the primary or secondary market can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date of reference NAV calculation.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS:

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their shares or units in the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "*Subscription and redemption fees (charged only on primary market transactions*)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled *Subscription and redemption fees (charged only on primary market transactions*), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 0.5% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS:

a) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers:

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and pursuant to the applicable laws and regulations.

The Sub-fund shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's

indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirement (see the section entitled "Indicative Net Asset Value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- The Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 1.5% between the bid and offer price in the centralized order book
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- The Benchmark Index is no longer traded or calculated;
- The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent securities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the calculation of the iNAV proves impossible, trading in the Sub-fund's shares may be suspended.

Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of units on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all of the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.165% per annum
Account activity charge	Charged on each transaction	N/A
Incentive fee	Net asset value	N/A

[1] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they are authorised to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U.S. Persons.
For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.
The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

The Sub-fund is in no way sponsored, endorsed, sold or promoted by FTSE TMX Global Debt Capital Markets (hereinafter collectively referred to as the "**Holders**").
FTSE TMX Global Debt Capital Markets cannot be held liable for the promotion or marketing of the Sub-fund.
FTSE MTS and the FTSE MTS index names (FTSE MTS IndexTM) and FTSE MTS indices (FTSE MTS IndicesTM) are registered trademarks of FTSE TMX Global Debt Capital Markets. The FTSE MTS indices are calculated by FTSE TMX Global Debt Capital Markets and are marketed and distributed by MTSNext, a subsidiary of FTSE TMX Global Debt Capital Markets.
Neither FTSE TMX Global Debt Capital Markets nor MTSNext can be held responsible or liable for any loss or damages of any type whatsoever (including, in particular, investment losses) in connection, in whole or in part, with the Sub-fund or with the provision of the FTSE MTS Eurozone Government Bond IG 25Y+ Index, sub-indices or registered trademarks.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Investors must submit subscription and redemption orders via their financial intermediaries (members of Euroclear France SA) to the Depositary.

The Multi Units France fund prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009..

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds.Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the above, securities guaranteed or issued by a given issuer can account for up to 35% of assets and up to 100% if the Sub-fund holds at least six issues of which none exceeds 30% of assets, provided that these securities are financial instruments issued or guaranteed by an OECD member state, the local authorities of a European Union member state or a country that is a member of the European Economic Area.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in French UCITS are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign UCITS are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in euros.

SUB-FUND NO. 51: Lyxor MSCI North America UCITS ETF

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-EUR share class: FR0012613487
D-EUR share class: FR0012613495
C-USD share class: FR0012647428
D-USD share class: FR0012647402

CLASSIFICATION

Global equities.
The LYXOR MSCI NORTH AMERICA UCITS ETF sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'autorité des Marchés Financiers (the French financial markets authority) on 10/03/2015 and will be formed on 07/04/2015
.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the "MSCI North America Net Total Return" index (Bloomberg code: NDDUNA) (the "**Benchmark Index**") denominated in USD and representative of the performance of large-cap and mid-cap listed companies in the United States and Canada.
The expected ex-post tracking error under normal market conditions is 0.05%.

BENCHMARK INDEX

The benchmark index is the North America Net Total Return index denominated in USD.

The Benchmark Index is a Net Dividends Reinvested Index, which includes the returns of index components, including dividends and other distributions, in the calculation of the index's performance.
The Benchmark Index represents the performance of large-cap and mid-cap listed companies in the United States and Canada. With 726 components, the Benchmark Index represents approximately 85% of the free-float adjusted market capitalization of the U.S. and Canadian stock markets.

The Benchmark Index is calculated by MSCI Inc.

The Benchmark Index is designed to measure the performance of large and medium capitalization listed companies in the United States and Canada and is weighted by free-float adjusted market capitalization.

The Benchmark Index is based on the MSCI Global Investable Market Indices (GIMI) methodology, which provides a consistent, overall method for constructing global or regional benchmark indices, for listed companies of all sizes and in all economic sectors and for all investment styles.

This methodology aims to encompass all investment opportunities, while ensuring the Benchmark Index's liquidity, investability and replicability. These three criteria are assessed using two indicators: the annual traded value ratio (ATVR) of the securities, which is their monthly median trading volume divided by their free float, and the 3-month trading frequency.

The Benchmark Index is rebalanced quarterly, in February, May, August and November.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The exact composition and MSCI's rules for rebalancing the Benchmark Index are available on the Internet at http: //www.msci.com .
The frequency of the rebalancing referred to above does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Via Reuters: .dMINA00000NUS
Via Bloomberg: M1NA Index
The closing price of the Benchmark Index is available on MSCI's website at http: //www.msci.com.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's securities may consist of those that make up the Benchmark Index, as well as other international equities from all economic sectors, listed on all exchanges including small-cap exchanges.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and on the value of the swap contract entered into by the Fund is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. The asset manager by delegation currently intends to invest mainly in the assets indicated below: Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can hold in its portfolio global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria, and in particular:
  - their inclusion in a major stock exchange index or the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets eligible for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geographic region
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the units or shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.
When the Sub-fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.
To optimize the Sub-fund's management, the manager reserves the right to use other instruments in accordance with the regulations in order to achieve its investment objective.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).
To optimize the Sub-fund's management and achieve its investment objective, , the manager reserves the right to use other instruments including derivative instruments other than index-linked swaps.
In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.
The counterparty of the financial derivative instruments referred to above (the "Counterparty") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10 % of its net assets.

7. Temporary purchases and disposals of securities

N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to liquidity, valuation, the credit-worthiness of securities issuers, correlation, and the risks of collateral management and enforceability. All collateral received must in particular meet the following criteria:

(a) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
(b) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
(c) The issuer of this collateral must be independent of the counterparty and must not be closely correlated with the counterparty's financial performance;
(d) Collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;
(e) Collateral must be immediately enforceable by the Sub-fund's management company without informing the counterparty and without its approval.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- Such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and; et
- Such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may consist of:

(i) Cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments
(ii) Bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with
(iii) Shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating
(iv) The shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below
(v) Bonds issued or guaranteed by first-class issuers offering sufficient liquidity
(vi) Equities admitted for trading or traded on a regulated exchange of an EU member country, on a stock exchange of an OECD member country or on a stock exchange of another country provided that conditions (a) to (e) above are fully complied with and that these equities are components of a major index.

Collateral discount policy:
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of these discounts will depend mainly on the following:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:
The collateral received will not be sold, reinvested or pledged

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company. The prices of these financial instruments will rise and fall in accordance with market fluctuations and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

Equity risk
The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

Capital risk
The capital invested is not guaranteed. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

Liquidity risk on an exchange (secondary market)
The price of the Sub-fund's listed shares may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

Counterparty risk
The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index ».

When Société Générale is the counterparty for a FDI transaction and/or a temporary securities transaction, conflicts of interest may arise between it and the Fund's management company, which has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

Risk that the investment objective is not fully achieved
There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps, in order to secure the performance of the Benchmark Index. These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund's FDI counterparty), the Sub-fund's net asset value may be adversely affected.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorised for sale or listed, the subscription, conversion or redemption of share or shares may be adversely affected.

- Regulatory risk affecting the Sub-fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

- EUR/USD foreign exchange risk on the C-EURand D-EUR share classes

These shares are exposed to currency risk since they are denominated in a different currency than the Benchmark Index.
Changes in the exchange rate may therefore cause the net asset value of these shares to decrease, even if the value of the Benchmark Index increases.

Currencies

SHARE CURRENCY	C-EUR shares	D-EUR shares	C-USD shares	D-USD shares
	Euro	Euro	US Dollar	US Dollar

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to large and medium capitalization listed companies in the United States and Canada.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The minimum recommended investment horizon is five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-EUR shares: All distributable amounts are capitalized.
D-EUR shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. All net capital gains realized will be accumulated.
C-USD shares: All distributable amounts are capitalized.
D-USD shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. All net capital gains realized will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more annual distributions.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "**Primary Market Day**"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "reference NAV". Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and represent at least 100,000 euros, if the share classes are denominated in euros, and at least the USD equivalent of 100,000 euros if the share classes are denominated in USD.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the Referance NAV.

Delivery and settlement
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days upon receiipt of the subscription or redemption order.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date of reference NAV calculation.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, investors may have to pay more than the current net asset value when they buy shares and receive less than the current net asset value when they sell them.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorised, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "*Subscription and redemption fees (charged only on primary market transactions*".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "*Subscription and redemption fees (charged only on primary market transactions* "), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If shares are listed on Euronext Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:
The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 1.5% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 1.5%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:
- The Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:
- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
The Benchmark Index is no longer traded or calculated;
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A **"Trading Day"** is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share × number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share × number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share × number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all of the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[(1)]	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	Charged on each transaction	N/A

[(1)] Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries. Investors are therefore responsible for ensuring that they are authorised to subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U.S. Person", as this term is defined under Regulation S of the U.S. Securities Act). For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92800 Puteaux, France.

The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR MSCI North America UCITS ETF (the "**Sub-fund**") is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("MSCI"), nor by any MSCI subsidiary, nor by any entity involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor International Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any statement or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in the shares of the Sub-fund in general or in shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-fund's shares or the determination and calculation of the formula used to establish the Sub-fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-Fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENSE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, FUND SHARE OR UNIT HOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE.
NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. SUBJECT TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Investors must submit subscription and redemption orders via their financial intermediaries (members of Euroclear France SA) the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code and in compliance with the risk diversification and investment rules set forth in Articles R214-21 to R214-27 of said Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in French UCITS are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign UCITS are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM / Reuters fixing rates on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable Amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 52: LYXOR FTSE USA MINIMUM VARIANCE UCITS ETF

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODE

C-USD share class: FR0012726560
D-USD share class: FR0012726578
C-EUR share class: FR0012726586
D-EUR share class: FR0012726594

CLASSIFICATION

Global equities.
The LYXOR FTSE USA Minimum Variance ETF sub-fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets or two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by the Autorité des Marchés Financiers on 21/05/2015 and will be formed on 15/06//2015

INVESTMENT OBJECTIVE

The Sub-fund seeks to replicate the performance, whether positive or negative, of the FTSE USA Minimum Variance Index (the "**Benchmark Index**") denominated in US dollars (USD). This provides exposure to public companies listed in the United States of America while minimizing volatility and tracking error between the Sub-fund and the Benchmark Index.Volatility is optimized by selecting the least volatile and least correlated of the Benchmark Index stocks, as determined by applying quantitative criteria to historical data.

The expected ex-post tracking error, under normal market conditions, is 0.08%.

BENCHMARK INDEX

The Benchmark Index is the FTSE USA Minimum Variance Index.The Benchmark Index is a "Total Return" index, which means that all coupons from the Benchmark Index components are reinvested in the Benchmark Index.

The Benchmark Index is composed of the equities of public companies listed in the United States that meet FTSE's eligibility criteria. The weighting of the Benchmark Index components, which is based on historical share price performance, was designed to minimize the index's volatility.

The Benchmark Index's investment universe is composed of securities that meet the following criteria:

(i) the issuer must be incorporated in the U.S.A. and the issuer's stock must be listed exclusively in that country, or the FTSE Nationality Advisory Committee considers the security to be a U.S.A. stock.
(ii) only common stock / ordinary shares listed on an eligible exchange
(iii) liquidity, free float and foreign ownership criteria.

The Benchmark Index methodology is supervised by an advisory committee composed of experienced market professionals. The Benchmark Index's composition is revised twice a year.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on the Internet athttp: //www.ftse.com/.

The performance tracked is that of the Benchmark Index's closing price, as determined by FTSE on the basis of the WM/Reuters Spot Rates™ at 4: 00 pm GMT.

Benchmark Index composition and revision

The Benchmark Index is rebalanced quarterly.
The exact composition and FTSE's rules for rebalancing the Benchmark Index are available on the Internet at http: //www.ftse.com/.
The frequency of the rebalancing referred to above does not affect the cost of implementing the Investment Strategy.

Benchmark Index publication

The Benchmark Index is calculated daily at the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Via Reuters: .TRIWIUSAMVN
Via Bloomberg: WIUSAMVN
The closing price of the Benchmark Index is available on FTSE's website at http: //www.ftse.com/.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective.These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's securities may consist of those that make up the Benchmark Index, as well as other international equities from all economic sectors, listed on all exchanges including small-cap exchanges.

The basket of securities held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Fund's portfolio and on the value of the swap contract entered into by the Fund is available on the page dedicated to the Fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

The Sub-fund will at all times invest at least 75% of its assets in companies with head offices in a member state of the European Union or in another country that is a member of the European Economic Area and which has signed a tax convention with France that includes an administrative assistance clause for the purpose of fighting tax fraud and evasion. This minimum investment requirement qualifies the Fund for French 'PEA' equity savings plan..

The asset manager by delegation currently intends to invest mainly in the assets indicated below: Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit will be checked on each rebalancing date for the Benchmark Index, by applying the method for calculating the Benchmark Index which limits exposure to the same issuing entity to 20% and where the calculation is carried out by the sponsor or agent for calculating the Benchmark Index.This 20% limit may be increased to 35% for a given issuing entity when this is justified by exceptional market conditions and in particular when certain securities are largely dominant and/or in the event of strong volatility that affects a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can hold in its portfolio global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria, and in particular:
  - their inclusion in a major stock exchange index or the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets eligible for UCITS, pursuant to Art.R214-21 of the French Monetary and Financial Code)
  - geographic region
  - sector

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com.

Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.The Sub-fund may invest in the units or shares of UCITS managed by the management company or by a company that is related to the management company.The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Sub-fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management, the manager reserves the right to use other instruments in accordance with the regulations in order to achieve its investment objective.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, , the manager reserves the right to use other instruments including derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these financial derivative instruments.Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the "**Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio nor over the underlying assets of the financial derivative instruments.

4. Securities with embedded derivatives

N/A.

5. Cash deposits

To optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6. Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities

N/A.The manager shall not engage in any temporary purchases or sales of securities.

8. Collateral

Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps.The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases.The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Sub-fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary.This collateral will therefore be included in the Sub-fund's assets.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability.More specifically, all collateral received must meet the following conditions:

a) The collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price;
b) The collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount or "haircut" is applied;
c) The collateral must be issued by an entity that is independent from the counterparty and must not be highly correlated with the counterparty's financial performance;
d) The collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value;
e) The Sub-fund's management company must be able to fully enforce the collateral at all times without the prior consultation or approval of the counterparty.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and;
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

In accordance with the above conditions the collateral accepted by the Sub-fund may include:

(i) cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments;
(ii) bonds issued or guaranteed by an OECD member state, by the local authorities of an OECD member state, by a supranational institution or organization of a community, regional or global nature, or by any other country provided that the conditions specified in points (a) to (e) inclusive above are fully complied with;
(iii) shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating;
(iv) shares or units issued by UCITS that invest mainly in the bonds or shares indicated at points (v) and (vi) below;
(v) bonds issued or guaranteed by top-rated issuers that offer sufficient liquidity;
(vi) shares admitted for trading or traded on a regulated market of an EU member state, on a securities exchange of an OECD member state, or on a securities exchange of a non-OECD country provided that the conditions of points (a) to (e) above are fully met and that these shares are a component of a leading stock index.

Discounting policy:

The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund.The amount of this discount will depend on the following criteria:

- The nature of the collateral asset
- The collateral's maturity (if applicable)
- The credit rating of the collateral issuer (if applicable).

Reinvestment of collateral:

The collateral received will not be sold, reinvested or pledged

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the management company.These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded.Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed.Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period..

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be negatively affected if, when the Sub-fund (or one of its counterparties in a transaction involving a derivative financial instrument) is rebalancing its exposure the corresponding financial markets are restricted, closed, or subject to wide bid/offer spreads.An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares.

- - Liquidity risk (secondary market)

The price of the Sub-fund’s listed shares may deviate from the Sub-fund’s indicative net asset value.The liquidity of the Sub-fund’s shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
iii) an exchange cannot obtain or calculate the Sub-fund’s indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation.The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (FDI) traded over the counter with Société Générale or some other counterparty.In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund’s total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity.The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund’s ability to achieve its investment objective of replicating the Benchmark Index ».

Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund’s Management Company and the FDI counterparty.The Management Company has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk of investing in small and mid-cap companies

The Sub-fund is exposed to small and medium capitalization companies and more specifically to the equity securities of small, medium and "intermediate" sized enterprises, which may increase market and liquidity risks.The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks.The calculation of the Sub-fund’s net asset value could also behave similarly and therefore fall more rapidly and more sharply than a similar investment in the shares of a large-cap company.

- Risk that the investment objective is not fully achieved

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- Risk of using financial derivative instruments

In order to achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (**FDI**), such as swaps, in order to secure the performance of the Benchmark Index.These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk.These risks can materially affect a FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund’s net asset value.

- Risk due to a change in tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors.In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk due to a change in the tax regime of the Sub-fund's underlying assets

A change in the taxation of the Sub-fund’s underlying assets could adversely affect the taxation of the Sub-fund.As a result, in case of a discrepancy between the estimated taxes owed and the actual tax treatment applied to the Sub-fund (and/or to the Sub-fund’s FDI counterparty), the Sub-fund’s net asset value may be adversely affected.

- Regulatory risk exposure of the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of the Sub-fund’s shares may be adversely affected.

- Regulatory risk exposure of the Sub-fund's underlying assets

In the event of a change in the tax regime that applies to the Sub-fund’s underlying assets, the Sub-fund’s net asset value and the subscription, conversion or redemption of the Sub-fund’s shares may be adversely affected.

- Benchmark Index disruption risk

In the event of a Benchmark Index disruption, the manager, acting in accordance with applicable laws and regulations, may have to suspend the subscription and redemption of the Sub-fund’s shares.The calculation of the Sub-fund’s net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) The index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying constituents or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate Action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index.Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

- Model risk

The Benchmark Index's Minimum Variance methodology includes an algorithm for optimizing variance with constraints. In some cases, this algorithm may not provide the best possible variance and the risk profil may differ from that of the initial investment universe, i.e. the FTSE USA.

CURRENCIES

Currency	C-USD shares	D-USD shares	C-EUR shares	D-EUR shares
	USD	USD	EUR	EUR

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to public companies listed in the United States of America that meet FTSE's eligiblity critiera.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation.To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment.Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore invited to consider their specific situation with the help of their usual investment advisor.
The minimum recommended investment horizon is five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-USD shares: All distributable amounts are capitalized.
D-USD shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.All net capital gains realized will be accumulated.
C-EUR shares: All distributable amounts are capitalized.
D-EUR shares: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts.All net capital gains realized will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more annual distributions.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Only a whole number of shares may be redeemed.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 9: 00 am to 6: 30pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "**Primary Market Day**"), and will be executed at the net asset value on that Primary Market Day, hereinafter the "**reference NAV**".Subscription/redemption requests submitted after 6: 30 pm (Paris time) on a Primary Market Day will be processed as if received from 9: 00 am to 6: 30 pm (Paris time) on the following Primary Market Day.Orders to subscribe for or redeem shares in the Sub-fund must be for a whole number of shares and represent at least 100,000 euros.

Subscriptions and redemptions in cash
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement
Delivery and settlement of subscriptions and redemptions shall be completed within five French business days after the subscription or redemption order is received.

Date and frequency of NAV calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's units are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

A. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund.Investors must therefore buy and sell their shares or units on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs.Furthermore, investors may have to pay more than the current net asset value when they buy shares and receive less than the current net asset value when they sell them.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorised, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "Subscription and redemption fees (charged only on primary market transactions".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent;
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components;
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "Subscription and redemption fees (charged only on primary market transactions "), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxoretf.com the procedure that investors must observe to redeem their shares in the primary market.The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

B. SPECIFIC PROVISIONS

a) If the Sub-fund's shares are listed on NYSE Euronex Paris, as indicated in the "Key Information" part of the "General Characteristics" section of the Fund's prospectus, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers

The shares are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFS"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the shares or units of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their shares or units does not differ significantly from their net asset value.Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative

net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Index.

To comply with Euronext Paris SA's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer listed or calculated;
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on the NYSE Euronext Paris exchange, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:
the Benchmark Index is no longer listed or calculated;
The Market Maker's obligations will be suspended if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**").The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data.The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index.The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9: 05 am to 5: 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value;
- The official net asset value of the previous business day;
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on a regulated market may, depending on the terms and limits set by the relevant market undertaking, be provided on the website of the exchange where the share is listed.This information is also available on the Reuters or Bloomberg pages dedicated to the particular share.Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

b) If the Sub-fund's units are listed on an exchange other than NYSE Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarise themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

Subscription and redemption fees increase the subscription price paid by investors and reduce the redemption price.Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets.Any fees that are not kept by the Sub-fund are paid to the management company, marketing agent or other service provider.

Fees paid by investors upon subscription and redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share ?× number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share ?× number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share ?× number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share ?× number of shares	N/A

OPERATING AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses, which include intermediary fees (brokerage, stock market taxes etc.) and any account activity charge that may be charged by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives
- account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0.20% per annum
Incentive fee	Net asset value	N/A
Account activity charge:	On each transaction	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.Investors are therefore responsible for ensuring that they are authorized to subscribe to or invest in this Sub-fund.The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "**U.S. Securities Act**") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "**U.S. Person**", as this term is defined under **Regulation S of the U.S. Securities Act**.The Sub-fund's share classes will not be offered to U.S. Persons.The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to **non-U.S. Persons**.

For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.

The Sub-fund's indicative net asset value will be calculated and published by Euronext Paris SA every Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

LYXOR FTSE USA Minimum Variance UCITS ETF is in no way sponsored, endorsed, sold or promoted by FTSE International Limited (hereinafter "**FTSE**"), or any company of the London Stock Exchange Group ("**LSEG**"), (hereinafter collectively referred to as the "**Holders**").
The Holders provide no warranty or guarantee and make no commitment, whether explicit or implied, as to the income to be obtained from using the FTSE USA Minimum Variance Index Benchmark Index and/or the level the Benchmark Index may reach at any given time or date, or of any other type.The Benchmark Index is calculated by or on behalf of FTSE and LSEG. The Holders disclaim all liability (whether due to negligence or any other reason) for any error that may adversely affect the Index with respect to anyone whomsoever and shall not be obliged to inform anyone of such an error.

"FTSE®" is a registered trademark of LSEG and is used under license by FTSE.

ADDITIONAL INFORMATION

The Sub-fund's shares are approved for clearing by Euroclear France S.A.
Subscription and redemption orders must be sent by the investors' financial intermediaries (Euroclear France SA members) to the Depositary.

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request addressed to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: see the "Publication date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the management company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in the investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the list of regulatory documents and all the provisions relating to investor protection.
This Prospectus must be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds.Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant

OVERALL RISK EXPOSURE

The commitment approach is used to calculate overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A.ASSET VALUATION AND ACCOUNTING RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for investment funds.
Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value.If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("**NDS**") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life.However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc).The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life.However, the management company reserves the right to value these securities at their current value if it deems that they are particularly exposed to market risks (interest rates, etc).The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value.The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organised markets are valued at the clearing price on the day prior to the calculation of the net asset value.Options traded on organised markets are valued at their market price on the day prior to the calculation of the net asset value.Forward contracts and over-the-counter options are valued at the price quoted by the counterparty.The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in currencies other than the Sub-fund's reference currency are the exchange rates provided by WM Reuters on the day on which the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES

Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES

Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY

For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY

The Sub-fund's accounts are kept in USD.

SUB-FUND NO. 53: LYXOR FORTUNE SG CHINA SOVEREIGN BONDS UCITS ETF (DR)

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-USD share class: FR0012698157
D-USD share class: FR0012698165

CLASSIFICATION

Bonds and other international debt securities.
The LYXOR FORTUNE SG CHINA SOVEREIGN BONDS sub-fund (the "**Sub-fund**") is continuously exposed to fixed-income securities denominated in other currencies than the euro (and possibly to fixed-income securities denominated in euros). Exposure to equity risk does not exceed 10% of the net assets.

The Sub-fund is an index tracker of the UCITS ETF type.

INCEPTION DATE

The Sub-fund was approved by the Autorité des Marchés Financiers on 22/05/2015.

DELEGATED ASSET MANAGER

Fortune SG Asset Management (Hong Kong) Co. Limited has a "Type 9" license to manage assets in Hong Kong. It is domiciled at 19/F Three Pacific Place, 1 Queen's Road East, Hong Kong.
The sub-delegated asset manager has a Renminbi Qualified Foreign Institutional Investor (RQFII) license and has been granted a quota of bonds issued by the People's Republic of China for investment by the Sub-fund.

INVESTMENT OBJECTIVE

The Sub-fund's objective is to replicate the performance, whether positive or negative, of the S&P China Sovereign Bond 1-10 Year Spread Ajusted index (the "**Benchmark Index**"), denominated in Dollar US (USD), while minimizing the tracking error between the Sub-fund's performance and that of its Benchmark Index, which isrepresentative of the performance of People's Republic of China government bonds having a maturity of 1 to 10 years.

The expected ex-post tracking error under normal market conditions is 1%.

Investors' attention is drawn to the risks incurred specifically from investing in the People's Republic of China (PRC), as described in greater detail in the Risk Profile section below.

It should also be noted that it is difficult to know with certainty the tax treatment that is applicable to investments in bonds in PRC and that current tax laws and regulations may be revised or amended in the future.

Consequently, investors should note that:

d) the Sub-fund's Net Asset Value may be adversely affected by a change in PRC tax rules
e) the adverse impact on the Sub-fund's performance resulting from a change in PRC tax rules will depend on the date the Sub-fund's shares are bought or sold
f) the magnitude of this adverse impact on the Sub-fund's performance may not be proportional to the number of shares that an investor holds in the Sub-fund if tax obligations in PRC are amended retroactively and, in certain circumstances, could amount to 100% of the Net Asset Value of a share class.

The investor is therefore urged to refer to the "Taxation in the PRC" section below for more detailed information.

BENCHMARK INDEX

The Benchmark Index provides exposure to bonds issued by the People's Republic of China having a maturity of 1 to 10 years.

The Benchmark Index is calculated by S&P Dow Jones Indices LLC.

The weight of each component of the Benchmark Index is determined by the market value of the bonds, which must be selected from the investment universe described below:

Criteria for bond inclusion in the Benchmark Index:

- Only bonds issued by the People's Republic of China and listed on the Shanghai Stock Exchange, the Shenzhen Stock Exchange and the Chinese Interbank Bond Market (CIBM) may be included
- Maturity of 1 to 10 years
- A nominal value in circulation of at least 10 billion CNY
- Only fixed-rate coupon bonds.

The following types of bonds are not eligible for inclusion in the Benchmark Index:

- Floating-rate bonds or notes
- Callable bonds
- Inflation-linked debt securities
- Strip bonds.

The Benchmark Index is calculated using the Thomson Reuters "mid-price" for each bond. The index will be valued in USD using the TMA USD/CNH fixing rate at 11: 00 am Hong Kong time.

The Benchmark Index is a "Total Return" type index (i. e. all coupons from the Benchmark Index components are reinvested in the Benchmark Index).

BENCHMARK INDEX PUBLICATION

The Benchmark Index available in real time through Reuters and Bloomberg.
Via Reuters: . SPBCNS2U
Via Bloomberg: SPBCNS2U
The Benchmark Index closing price is available at www. spindices. com

BENCHMARK INDEX COMPOSITION AND REVISION:

The Benchmark Index is revised monthly.
The frequency with which the Benchmark Index is rebalanced will affect the cost of implementing the Investment Strategy.

A full description and the complete methodology used to construct the Benchmark Index and information on the composition and respective weightings of the Benchmark Index components are available on S&P Dow Jones' website at www. spindices. com.

INVESTMENT STRATEGY

1.Strategy employed

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will use a direct replication method, which means that it will invest mainly in the Benchmark Index's constituents.

In order to optimize the direct replication method that is used to track the Benchmark Index, the Sub-fund, represented by its delegated asset manager, may decide to employ a "sampling" technique that consists in investing in a selection of representative Benchmark Index constituents in order to reduce the costs of investing directly in all of the various Benchmark Index constituents and/or to reduce the operational constraints of investing in the various Benchmark Index constituents. This sampling technique could cause the Sub-fund to invest in a selection of representative Benchmark Index securities (and not in all of them) in proportions that do not reflect their weight within the Benchmark Index, and even to invest in securities that are not constituents of the Benchmark Index.

To ensure transparency on the use of the direct index replication method (i. e. either full replication of the Benchmark Index and/or sampling) and on its consequences in terms of the assets in the Sub-fund's portfolio, information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio is available on the page dedicated to the Sub-fund accessible on Lyxor's website at www. lyxoretf. com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to debt issued by a non-OECD country. This 20% limit can be increased to 35% for a single bond, when this is justified by exceptional market conditions and in particular when certain securities are largely dominant, or a debt issue is highly volatile, or a political and/or economic event has affected or may affect the estimated debt of an issuing country or its credit rating, or in anyother event that is likely to affect the liquidity of a Benchmark Index security.

Notwithstanding the assumptions set out in the above paragraph, the securities issued by the same issuing state may represent up to 35% of the assets, and 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of the assets. The above-mentioned securities must be financial instruments issued or guaranteed by a Member State of the European Union, a third-party country, local authorities of a Member State of the European Union or a party to the agreement on the EEA.
Investors should also notethat (i) Fortune SG Asset Management (Hong Kong) Co. and/or (ii) Lyxor International Asset Management / Lyxor Asset Management is a Renminbi Qualified Foreign Institutional Investor (hereinafter "RQFII") and has a license as such (an "RFQII License") that is valid in the People's Republic of China ("PRC") and is allotted a RQFII quota specifically for the Sub-fund's investments (the "Quota") that will enable the aforementioned sub-delegated asset manager, acting in the Sub-fund's name and on its behalf, to implement the aforementioned Invested Strategy. More specifically, and subject to the risks indicated in the Risk Profile section below, the aforementioned RQFII License(s) and Quota(s) will enable the sub-delegated asset manager to:

- Invest in PRC bonds, in the Sub-fund's name and on its behalf, subject to the terms and within the limits of the License and Quota, with no minimum holding period requirement
- Repatriate into and out of PRC the amount of funds the Sub-fund needs to buy or sell bonds, every business day in PRC and effect any foreign exchange transactions that are required to convert funds in yuan (CNY) into the currency of the relevant share class.

Investors may obtain more information on the terms that govern the sub-delegated asset manager's transactions in PRC bonds, under the RQFII License(s) and Quota(s) upon written request to the sub-delegated asset manager.

Sub-fund's targeted interest-rate sensitivity	Between 1 and 8
Currencies in which the Sub-fund's securities are denominated	CNY: 100% of net assets Other: 0% of net assets
Foreign exchange risk to which the Sub-fund is exposed	100% maximum of net assets.

Geographic regions of the issuers of the securities to which the Sub-fund is exposed	Geographical zone: Emerging countries: People's Republic of China (100% of net assets)

2.Balance sheet assets (excluding embedded derivatives)

The Sub-fund may invest in global bonds, in compliance with regulatory ratios.
Investment in undertakings for collective investment in transferrable securities ("UCITS") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets.
The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law. The Sub-fund may invest in the shares of UCITS managed by its asset manager or by a company that is related thereto.

3.Off-balance sheet assets (derivatives)

On an ancillary basis, the Sub-fund may engage in transactions involving financial derivative instruments (FDI) traded on a regulated market or over the counter.

With respect to derivatives traded over-the-counter, in accordance with its best-execution policy the management company considers that Société Générale would be the counterparty that would generally provide the best possible execution for any hedging transactions the Sub-fund may enter into pursuant to its investment strategy. Accordingly, all of some of these derivatives (including index-linked swaps) may be traded with Société Générale without having to seek a competitive bid from another counterparty.

4.Securities with embedded derivatives

N/A.

5.Cash deposits

In order to optimize its cash management, the Sub-fund may deposit funds representing up to 20% of its net assets with credit institutions that belong to the same group as the depositary.

6.Cash borrowing

The Sub-fund may temporarily borrow up to 10% of its net assets.

7.Temporary security transactions
The Sub-fund shall not engage in any temporary purchases or sales of securities

8.Collateral N/A.
N/A. The Sub-fund will not give or receive any collateral for the purpose of its investment management.

RISK PROFILE

The shareholder's money will mainly be invested in the financial instruments selected by the sub-delegated asset manager. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- **Specific risk of investing in the People's Republic of China**

Persons buying shares in the Sub-fund must be aware of the following risks inherent to any investment in the People's Republic of China (PRC):

- **RQFII risk**

The Sub-fund's capacity to achieve its investment objective depends on the RQFII quota it is allotted. If the Sub-fund's RQFII quota is too small this could adversely affect the Sub-fund's operation. PRC regulations governing RQFII status may also be amended at any time by the China Securities Regulatory Commission (CSRC) and/or, with respect to foreign exchange, by the State Administration of Foreign Exchange ("SAFE") bureau, which could adversely affect the Sub-fund's capacity to achieve its investment objective and result in its dissolution. In particular, RQFII status means that any increase in the investment quota is subject to SAFE's authorization. If the Sub-fund wishes to increase its quota it may take quite a long time to obtain SAFE's approval. Any restriction placed on the quota made available to the Sub-fund may affect its investments, in which case the Board of Directors could decide to close the Sub-fund to all new subscriptions. Such a restriction may therefore affect the trading of the Sub-fund's shares on an exchange, which could, in such circumstances and depending on the exchange's rules, trade at more than their Net Asset Value. Lastly, if Lyxor International Asset Management, Lyxor Asset Management or Fortune SG Asset Management (Hong Kong) Co. Limited lose their RQFII license, if the RQFII quota is reduced, or if RQFII requirements are significantly increased, the Board of Directors may decide to dissolve the Sub-fund, subject to the AMF's approval.

- **Economic, political and social risks**

Any political change, social instability and/or unfavourable diplomatic, political, economic and/or social development which may occur in or in connection with PRC (hereinafter a "Policy Change") could result in the imposition by the Chinese government of additional restrictions and limits. Investors should also note that a Policy Change may have an adverse impact on PRC stock exchanges and on the Sub-fund's performance and could ultimately result in the Sub-fund's dissolution by decision of the Board of Directors.

- **Economic risks in the PRC**

The economy of the PRC has recently grown very rapidly. It is, however, not certain that this growth will continue and it is possible that growth will be uneven across the different sectors of the PRC economy. The PRC government has from time to time put in place various measures to prevent an excessively sharp acceleration of the business cycle. Moreover, the transformation of the PRC's economy from a socialist economy to a more market-oriented economy has resulted in economic and social tensions in the country such that no guarantee can be given that this transformation will continue or will remain a success. These considerations could negatively affect the performances of the Sub-fund.

- **Capital repatriation risks**

The system for repatriating capital is subject to the approval of the Chinese SAFE authorities and to the risk that the repatriation of capital may be restricted in terms of amount or frequency (as of the date of the Sub-fund's inception RQFII regulations do however allow capital to be repatriated daily without requiring approval).
Furthermore, the regulations and standard economic practices in PRC that govern the repatriation of funds from the domestic Chinese market to other markets and their conversion into a foreign currency could be modified in a way that adversely affects the Sub-fund.
The unfavourable regulatory developments and situations described above could suspend or restrict the conversion or transfer of foreign currencies and could possibly:

(i) diminish the Sub-fund's capacity to fully achieve its investment objective
(ii) diminish the Sub-fund's performance
(iii) ultimately result in the Sub-fund's dissolution, by decision of the Board of Directors.

- **Legal system in the PRC**

The legal system in the PRC is based on statutory law. However, some regulations have yet to be implemented and there is no assurance that they will actually ever be implemented in their entirety. In particular PRC regulations on the control of exchange rates are relatively recent and their application is still quite uncertain. Moreover, these regulations give the Chinese authorities (and in particular CSRC and SAFE) broad discretion in their respective interpretation of the regulations, which leaves uncertainty as to how they might be applied and used. These considerations could negatively affect the performances of the Sub-fund.

- **State control of exchange rates and of future exchange rate variations**

Under the current RQFII system offshore RMB (CNH) can be converted into onshore RMB (CNY) and vice-versa on a one-for-one basis. The CNH also serves as a pivot currency between the USD and CNY share class currencies. There is no guarantee that in the future an exchange rate will not be applied to the conversion of CNH into CNY or vice-versa. As long as an exchange rate is not required assets in China will be valued in CNH and consequently any appreciation of the CNH vs. the USD will enhance the performance of the Benchmark Index (denominated in CNY and valued in CNH) expressed in USD, which the Sub-fund tracks and therefore the Sub-fund's net asset value, which will be expressedin USD or EUR. If the CNH depreciates against the USD the opposite will occur.

- **Taxation in the PRC**

Several tax reforms have been introduced by the government of the PRC in recent years, and it is possible that the current tax rules will be revised or amended in the future.

Taxation of capital gains

There is no way of being certain whether or not a 10% withholding tax will be applied to any capital gains on selling PRC bonds. A French tax resident may be exempted from this withholding tax under a tax treaty between France and China, which came into effect on 28 December 2014 (the "Convention"). This exemption is subject to the prior approval of the PRC tax authorities. At the date of the Sub-fund's inception, the approval of the PRC tax authorities had not been obtained. If tax authorities require the payment of a withholding tax on capital gains on the sale of PRC bonds, the asset manager would submit an application to the PRC tax authorities to enable the Sub-fund to benefit from the Convention. After examining the situation and consulting with an independent tax advisor, the asset manager believes that since the Sub-fund is a French tax resident it is entitled to benefit from the Convention and has therefore decided not to make a provision to account for the possibility that it may have to pay such a withholding tax.

Although tax is currently not withheld in PRC on capital gains on the sale of PRC bonds, there is a risk that (i) PRC tax authorities may decide to impose such a withholding tax and(ii) that PRC tax authorities refuse the asset manager's request for exemption under the Convention. The PRC tax authorities could make this decision with no prior notification. Moreover, there is a potential risk of this tax measure being applied retrospectively. Any withholding tax on capital gains on the sale of PRC bonds that could be required by tax authorities could be charged to the Sub-fund.

Taxation of interest income:

It should also be noted that, as of the Sub-fund's inception date, pursuant to the provisions of the PRC Corporate Income Tax Law (effective from 1 January 2008), interest paid by PRC bonds is not subject to withholding tax.

There is a risk however that current tax laws or regulations may be revised or amended in the future and that the PRC tax authorities may seek to impose such a withholding tax. If so, the PRC tax authorities could make this decision with no prior notice. Moreover, there is a risk that this tax measure could be applied retroactively. Any withholding tax on interest paid by the PRC bonds that tax authorities could require could be charged to the Sub-fund.

Consequently, if the tax authorities come to require the payment of a withholding tax on (i) capital gains on the sale of PRC bonds and/or (ii) on the interest paid by PRC bonds, in order to attenuate the impact of this eventuality, the delegated asset manager could decide to make a provision for (i) the realized and/or unrealized capital gains (ii) the interest received by the Sub-fund. If this should be the case, this provision would therefore reduce the Sub-fund's net asset values calculated as of the first provision date, and therefore affect investors in the Sub-fund's shares from this date (including those who buy and sell shares in the secondary market). Such a provision would also reduce the Sub-fund's performance relative to that of the Benchmark Index. Furthermore, there can be no assurance that this provision will be sufficient if a capital gains tax is applied retroactively, since it is impossible to know with any certainty what obligations will be imposed on investors with RQFII status in respect of the PRC government's taxation of capital gains and profits. Any retroactive application of this tax could result in a significant or even large decrease in the Sub-fund-s net asset value per share. A shareholder may therefore incur losses from the introduction of a withholding tax on capital gains from selling PRC bonds or on the interest paid by PRC bonds for periods prior to the shareholder's purchase of shares in the Sub-fund and these losses may be far greater than the gain or loss resulting directly from the shareholder's investment in the Sub-fund. However, and as is the case for any mutual fund that complies with Directive 2009/65/EC, the Sub-fund's shareholders can lose no more than the capital they invest and the expense of purchasing and selling shares.

Consequently, we draw the attention of investors to the fact that:

a) the Sub-fund's Net Asset Value may be adversely affected by a change in PRC tax rules
b) the adverse impact on the Sub-fund's performance resulting from a change in PRC tax rules will depend on the date the Sub-fund's shares are bought or sold
c) the magnitude of this adverse impact on the Sub-fund's performance may not be proportional to the number of shares that an investor holds in the Sub-fund if tax obligations in PRC are amended retroactively and, in certain circumstances, could amount to 100% of the Net Asset Value of a share class.

- **Order execution risk in PRC**

Pursuant to RQFII regulations, the sub-delegated asset manager must select one or more intermediaries to execute orders (i.e. a "Broker") in PRC for bonds traded on the Shanghai Stock Exchange, the Shenzhen Stock Exchange and the CIBM. The sub-delegated asset manager may select the same Broker to execute orders on these three exchanges. If a Broker fails to execute an order, the Sub-fund could have difficulty in recovering its assets in a timely manner, which could adversely affect the

Sub-fund's valuation. The delegated asset manager and the sub-delegated asset manager have procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- **Custody risk in PRC**

Under RQFII regulations, a custodian in PRC must be selected. This custodian selected is Industrial and Commercial Bank of China Limited ("ICBC") , which also serves as the SICAV fund's sub-custodian. ICBC Limited holds the Sub-fund's onshore RMB and securities accounts in PRC. Under RQFII regulations, these accounts must be registered in the name of the holder of the RQFII license and the Sub-fund. There is therefore a risk that the assets held in PRC may not be as well protected as if they were registered in the Sub-fund's name only.

- **Development of the PRC Bond market**

Investors should note that PRC securities exchanges, and in particular PRC bondexchanges, are at an early stage of their development and that the volume of securities traded on these exchanges may be less than that traded in more developed financial markets. The lack of liquidity that may result from relatively less trading on PRC debt markets may result in significant variations in the prices of the securities traded on these markets, and may result in considerable volatility of the-Fund's Net Asset Value.

- **Risks arising from the exchanges on which the securities are listed or traded**

PRC securities exchanges are generally entitled to suspend or limit the trading of any security traded on the exchange.
If trading is suspended, the Sub-fund could be unable to correctly value the securities and the sub-delegated asset manager would be unable to liquidate its positions. Furthermore, when trading is resumed, the sub-delegated asset manager could be unable to liquidate its positions at a favourable price. This could expose the Sub-fund to substantial loss.

The Sub-fund may buy or sell bonds on the Shanghai Stock Exchange and the Shenzhen Stock Exchange, which are PRC's two main stock exchanges, and on the CIBM, which is an over the-counter market founded in1997. On the CIBM, institutional investors may buy or sell over the counter various types of debt securities, including government and corporate bonds. Bonds on the CIBM must be traded bilaterally on a transaction-by-transaction basis. Investors should be aware that the trading of securities on the CIBM increases the Sub-fund's exposure to counterparty risk.

The CIBM is regulated and supervised by the People's Bank of China ("PBOC"). The PBOC is responsible for determining the CIBM's listing, trading and operating rules and for supervising CIBM operators. In order to trade securities on the CIBM, the sub-delegated asset manager and/or the delegated asset manager must first obtain the PBOC's authorization. At the date of the Sub-fund's inception, neither the sub-delegated asset manager nor the delegated asset manager had been granted this authorization. There is a risk that this authorization may not be obtained and that the Sub-Fund may not be able to participate in the CIBM, and therefore not benefit from the additional liquidity that the CIBM provides.

- **Settlement and delivery risk**

Investing in debt securities will expose the Sub-fund to counterparty default risk. PRC bonds that are traded on organized exchanges may be exposed to counterparty risk, even though this risk is reduced by a central clearing platform. Counterparty risk may be higher when securities are traded on the CIBM, where transactions occur directly between two counterparties. A counterparty in a transaction with the Sub-fund may default on its obligation by failing to deliver the security or to make payment for it. If one of its counterparties goes bankrupt or becomes insolvent, the Sub-fund may be delayed in liquidating its positions and consequently may suffer considerable loss.

Other risks in investing in this Sub-fund:

- **Interest rate risk**

The price of a bond can be affected by unexpected changes in the level of interest rates, which in particular may modify the shape of the yield curve in particular. The bonds that make up the Benchmark Index are exposed to changes in interest rates. In general, the price of a bond rises when interest rates fall, and falls when interest rates rise.

- **Capital risk**

The capital invested is not guaranteed. As a consequence, investor's capital is at risk. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- **Credit risk**

The Sub-fund could be adversely affected by a lowering of the credit rating of one or more issuers of a bond in the Benchmark Index. This could mean a higher risk that such an issuer might default and could decrease the bond's value.

- **Benchmark Index tracking risk**

Replicating the performance of the Benchmark Index by investing in all of its constituents may prove to be very difficult to implement and costly. The Sub-fund manager may therefore use various optimisation techniques, such as 'sampling', which consists in investing in a selection of representative securities (and not all securities) that constitute the Benchmark Index, in proportions that differ from those of the Benchmark Index or even investing in securities that are not index constituents or derivatives. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

- **Emerging Market Risk**

The Sub-fund's exposure to emerging markets carries a greater risk of potential loss than an investment in traditional developed markets. Specifically, market operating and supervision rules for an emerging market may differ from standards applicable in developed markets. In particular, exposure to emerging markets can entail: increased market volatility, lower trading volumes, a risk of economic and/or political instability, an uncertain or unstable tax regime and/or regulatory environment, market closure risks, government restrictions on foreign investments, an interruption or limitation of convertibility or transferability of one of the currencies included in the Benchmark Index.

- **Low diversification risk:**

The Benchmark Index to which investors are exposed represents only the PRC sovereign bond market, which may provide a smaller diversification of assets when compared to a broader index exposed to several regions, sectors or strategies. Exposure to such a less-diversified index may result in higher volatility than more diversified markets. Nevertheless, diversification rules of the UCITS Directive still apply to the Sub-fund's underlying assets at all times.

- **Liquidity risk (primary market)**

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (FDI) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volume, to execute the trades required to replicate the Benchmark Index may also adversely affect the subscription, conversion or redemption of shares or units.

- **Liquidity risk (secondary market)**

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of shares or units traded on a given exchange may be adversely affected by a suspension in trading for various reasons, for example:

xi) the calculation of the Benchmark Index is suspended or stopped
xii) the market(s) in the Benchmark Index's underlying assets is (are) suspended, and/or
xiii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
xiv) a market maker fails to comply with an exchange's rules
xv) an exchange's IT, electronic or other system fails.

- **Risk of using financial derivative instruments**

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis. The risk of investing in FDI may be relatively high. Since the amount of money required to establish a position in an FDI is much less than the exposure obtained using these instruments, each transaction involves "leverage". A relatively small market movement may therefore have a very large proportional positive or negative impact on the Sub-fund. FDI are highly volatile and their market value can vary considerably. These FDI involve various risks, such as These FDI involve various risks, such as counterparty risk, hedging disruption, Benchmark Index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and may require an adjustment of the FDI transaction or even its premature termination, which could adversely affect the Sub-fund's net asset value.

- **Counterparty risk**

The Sub-fund may use financial derivative instruments (FDI) on an ancillary basis.

In this case, the Sub-fund will be exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund will in particular be exposed to counterparty risk resulting from the use of FDI traded over the counter. If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. If this risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective, i. e. to replicate the Benchmark Index.

Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund's delegated asset manager or sub-delegated asset manager and the counterparty. The delegated asset manager or the sub-delegated asset manager have procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- **Risk that the investment objective may not be fully achieved**

There is no guarantee that the investment objective will be achieved, as no asset or financial instrument can ensure that the Benchmark Index will be automatically and continuously replicated, particularly in the event of one or more of the following risks:

- **Risk due to a change in the tax regime**

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- **Risk of a change in the taxation of the Sub-fund's underlying assets**

A change in the taxation of the Sub-fund's underlying assets could adversely affect the taxation of the Sub-fund. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund and/or of the Sub-fund's FDI counterparty may adversely affect the Sub-fund's net asset value.

- **Regulatory risk affecting the Sub-fund**

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of share or units may be adversely affected.

- **Regulatory risk affecting the Sub-fund's underlying assets**

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares or units may be adversely affected.

- **Benchmark Index disruption risk**

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares or units. The calculation of the Sub-fund's net asset value could also be adversely affected.

If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.

A 'Benchmark Index event' includes but is not limited to the following situations:

i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to the Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost;

v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e. g. bonds) is disrupted
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- **Corporate action risk**

An unforeseen change, by the issuer of a security that is a constituent of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- **Currency risk associated with the Benchmark index**

The aforementioned share classes are exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely affect the Benchmark Index of the aforementioned share classes.

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is available to all investors.
Investors in this Sub-fund are seeking exposure to increases and decreases in the prices of PRC government bonds.

The amount that can be reasonably invested in the Sub-fund depends on each investor's personal situation. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.
All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment horizon is three years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-USD share class: all distributable amounts are accumulated.
D-USD share class: If a distribution is decided, the management company reserves the right to distribute distributable amounts one or more times a year and/or accumulate all or part of these amounts. Realized net capital gains will be accumulated.

DISTRIBUTION FREQUENCY

If a distribution is decided, the management company reserves the right to distribute distributable amounts in one or more distributions per annum.

SHARE CHARACTERISTICS

Subscription orders may be placed for a monetary amount or for a number of shares.
A whole number of shares must be redeemed.

SHARE CURRENCY

USD.

SUBSCRIPTION AND REDEMPTION

4. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary from 10: 00 am to noon (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "Primary Market Day") and will be executed at the net asset value on the second following Primary Market Day, hereinafter the "**reference NAV**". Subscription/redemption orders submitted after noon (Paris time) on a Primary Market Day will be processed as if received from 10: 00 am to noon (Paris time) on the following Primary Market Day.
Subscription/redemption requests may only be made for a number of sub-fund shares, corresponding to a minimum amount in USD equivalent to EUR 100,000.

Subscriptions and redemptions in cash:
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement:
Subscriptions must be fully paid up on the date that subscription orders are received. (by the transfer agent before noon Paris time).
The delivery of subscriptions and the settlement/delivery of redemptions shall be completed within five French business days after receipt of the subscription or redemption orders.

Date and frequency of net asset value calculation:
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the mid-price of the Benchmark Index components calculated by Thomson Reuters, and the TMA USD/CNH fixing rate at 11: 00 am (Hong Kong Time).

The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the WM Reuters exchange rate between the accounting currency and the currency of the share class at 9: 00 a. m. GMT on the date the reference NAV is calculated.

5. PURCHASES AND SALES ON THE SECONDARY MARKET

C. COMMON PROVISIONS:

For any purchase or sale of shares in the Sub-fund executed directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund that are purchased on the secondary market cannot generally be directly sold back to that Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e. g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares and receive less than the indicative net asset value when selling shares.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorized, subject to the conditions set forth below, to redeem their units on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions"), redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the delegated asset manager shall post on Lyxor's website at www. lyxor. etf. com the procedure that investors must observe to redeem their units in the primary market. The delegated asset manager shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

D. SPECIAL PROVISIONS:

(c) If the Sub-fund's shares are listed on Euronext Paris, as indicated in the "Key Information" section, investors should note the following rules:

Negotiability of units and information about the financial institutions acting as Market Makers:

The units are freely negotiable on the Euronext Paris regulated market under the following conditions and according to the applicable legal and regulatory provisions.

The Sub-fund's shares will be listed on a specific trading list, the rules for which are defined in the following instructions published by Euronext Paris SA:

- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 (Appendix to the Euronext Market Trading Manual
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under Euronext Paris SA's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by Euronext Paris SA and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with Euronext Paris SA's reservation threshold requirementthe Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's indicative Net Asset Value by more than 3% (see the section entitled "Indicative net asset value").

Euronext Paris SA may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

Euronext Paris SA will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- Euronext Paris SA cannot obtain the Benchmark Index's level
- Euronext Paris SA cannot obtain the Sub-fund's net asset value

In accordance with the terms and conditions governing admission to trading on Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the Euronext Paris exchange.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with Euronext Paris SA to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralized order book.
- a minimum nominal trading value of EUR 100,000.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative Net Asset Value

Euronext Paris will calculate and publish, each Trading Day (as defined below) and during trading hours, the Sub-fund's indicative net asset value (hereinafter

“iNAV”). The iNAV is a measure of the intra-day value of the Sub-fund’s net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund’s iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is calculated and published.

For the calculation of the Sub-fund’s iNAV during the Paris trading session (from 9. 05 am to 5. 35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index’s constituent securities are listed are closed (on a public holiday as indicated on the TARGET calendar) and if the calculation of the iNAV proves impossible, trading in the Sub-fund’s shares may be suspended.

As the Sub-fund’s delegated asset manager, Lyxor International Asset Management will provide Euronext Paris SA with all the financial and accounting data that Euronext Paris SA needs to calculate the Sub-fund’s iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA’s calculations to determine the Sub-fund’s iNAV in real time the following Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, in accordance with the terms and limitsset by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages dedicated to the particular share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type unit classes is also available in the “Term Sheets” section of Lyxor’s website at www. lyxoretf. com.

(d) If the Sub-fund’s shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on exchanges such as indicated in the “Key Information” section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (charged only on primary market transactions)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Sub-fund are paid to the asset manager, the marketing agent or other service provider.

Fees paid by investors and deducted from **Fees paid by investors upon subscription or redemption**	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share x the number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share x the number of shares	1%(1)
Redemption fee not kept by the Sub-fund	NAV per share x the number of shares	The higher value of either EUR 50,000 per redemption request or 5% of payable to third parties
Redemption fee kept by the Sub-fund	NAV per share x the number of shares	1%(1)

(1) The management company adjuststhese fees whenever necessary to ensure that primary market investors bear no more than the actual costs of adjusting the portfolio, for example when subscription and redemption orders are placed at the same net asset value or when an order is large enough to enable the manager to reduce execution costs.

OPERATIONAL AND MANAGEMENT FEES

These fees cover all costs charged directly to the sub-fund, with the exception of transaction fees. Transaction fees include intermediation expenses (brokerage, stock exchange taxes etc.) and transaction fees, if applicable, which may be levied by the custodian and the financial manager by delegation.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below):
- Incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives. They arecharged to the Sub-fund.
- Account activity charges charged to the Sub-fund.

For more information on the fees or expenses that the Sub-fund must pay, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum charge**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax(1)	Net asset value	0. 50% p. a. maximum
Account activity charge	Charge on each transaction	N/A
Incentive fee	Net asset value	N/A

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries by virtue of national regulations applying to these persons or countries.
Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell units in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U. S. Securities Act of 1933, as amended (the "U. S. Securities Act") and cannot be offered, assigned, transferred or allocated to the United States of America, or to any "U. S. Person", as this term is defined under Regulation S of the U. S. Securities Act). The Sub-fund's share classes will not be offered to U. S. Persons.
The Sub-fund's share classes will only be offered for sale outside of the United States of America to non-U. S. Persons).
For the purpose of this document, the term "U. S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U. S. persons, or any account held on behalf of such a U. S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy - 92987 Paris La Défense CEDEX - France.
The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE BENCHMARK INDEX PROVIDER

LYXOR FORTUNE SG CHINA SOVEREIGN BONDS UCITS ETF (DR)is not sponsored, endorsed, sold or promoted by Standard & Poor's or its subsidiaries ("S&P®"). S&P® makes no representation or warranty, express or implied, to the owners of the Fund or to any member of the public regarding the advisability of investing in securities generally or in the Fund in particular or the ability of the S&P® China Sovereign Bond 1-10 Year index to track the returns and performance of any financial market and/or any subset of a financial market and/or group or category of assets. The only binding relationship between S&P® and Lyxor International Asset Management is the granting of licenses for certain registered trademarks or commercial marks and for the "S&P China Sovereign Bond 1-10 Year " index, which is defined, composed and calculated by S&P®, without regard for Lyxor International Asset Management or the Sub-fund. In defining the composition of or calculating the "S&P China Sovereign Bond 1-10 Year" index, S&P® is not obliged to take into account the needs of Lyxor International Asset Management or the Sub-fund holders. S&P® is not responsible for and has not participated in the determination of the prices or amounts of the Sub-fund or of the timing of Sub-fund issues or sales, or in the determination or calculation of the equation by which the Fund's share to be converted into cash. S&P® has no obligation or liability in connection with the administration, marketing or trading of the Sub-fund.

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ADDITIONAL INFORMATION

The Sub-fund's shares are accepted for clearing by Euroclear France S. A.
Subscription and redemption orders are sent by the investors' financial intermediaries (members of Euroclear France SA) to the Depositary.

The SICAV Multi Units France prospectus, the Key Investor Information Document and the most recent annual reports will be sent to investors within eight business days upon written request to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor. com
More information can also be requested from Lyxor International Asset Management on its website at www. lyxoretf. com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L. 533-22-1 of the French Monetary and Financial Code, information concerning the asset manager's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the asset manager's website and in the Sub-fund's annual report.

The AMF's website (www. amf-france. org) provides more information on the regulatory documents and various provisions that concern investor protection.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.

Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is justified by exceptional market conditions, and in particular when certain securities are largely dominant.

Notwithstanding the assumptions set out in the above paragraph, the securities issued by a single issuer may represent up to 35% of the assets, and 100% of the assets if the Sub-fund holds at least six issues none of which exceeds 30% of the assets. The securities must be financial instruments issued or guaranteed by a Member State of the European Union, a third-party country, local authorities of a Member State of the European Union or a party to the agreement on the EEA.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES

The Sub-fund's assets are valued in accordance with applicable laws and regulations and in particular the rules of CRC Regulation No. 2014-01 of 14 January 2014 on the chart of accounts for French UCITS.

Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.

However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("NDS") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. However, the management company reserves the right to value these securities at their current value if it deems they are particularly exposed to market risks (interest rates, etc). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Government and corporate bonds will be valued using the same method as that used for the Index that the Sub-fund replicates.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (bons de caisse), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been corrected, are valued under the management company's responsibility at their most likely trading value.

- The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in US dollars.

SUB-FUND NO. 54: LYXOR MSCI WORLD EX EMU UCITS ETF

A SICAV SUB-FUND COMPLIANT WITH DIRECTIVE 2009/65/CE

ISIN CODES

C-USD share class: FR0013209921
D-USD share class: FR0013209939
Monthly Hedged C-EUR share class: FR0013209947
Monthly Hedged D-EUR share class: FR0013209954
Monthly Hedged C-GBP share class: FR0013209962
Monthly Hedged D-GBP share class: FR0013209970
Monthly Hedged C-CHF share class: FR0013209988
Monthly Hedged D-CHF shares class: FR0013209996

CLASSIFICATION

Global equities.
The Lyxor MSCI World Ex EMU UCITS ETF fund (the "**Sub-fund**") is continuously at least 60% exposed to a foreign equity market or to the equity markets of two or more countries, which may include the French market.

The Sub-fund is a UCITS ETF index-tracker.

INCEPTION DATE

The Sub-fund was approved by l'Autorité des Marchés Financiers (the French financial markets authority) on 10 October 2016.
It was created on 24 October 2016.

INVESTMENTOBJECTIVE

The Sub-fund's investment objective is to replicate the performance, whether positive or negative, of the World ex EMU Net Total Return index (hereinafter the "**Benchmark Index**") denominated in USD and representative of the performance of medium and large capitalisation companies listed on the stock markets of developed countries, excluding those of the eurozone, while minimizing the tracking error between the Sub-fund and the Benchmark Index.

The expected ex-post tracking error, under normal market conditions, is 0.07%.

BENCHMARK INDEX

The Benchmark Index is a "Total Return" index (i.e. the dividends from the Benchmark Index constituents are reinvested).

The Benchmark Index is an equity index that is calculated and published by the global index provider MSCI.
It measures the overall performance of equity markets in the developed countries, except for those of the eurozone. It covers approximately 85% of each country's total stock market capitalization.

The Benchmark Index is composed of multiple MSCI indices each of which represents countries which MSCI considers to be "developed", while excluding those of the eurozone.

The weighting of each stock in the Benchmark Index is adjusted in line with its free-floating market capitalization. As a result the number of stocks in the Benchmark Index can change over time.

The MSCI methodology and calculation method are based on a variable number of companies in the Benchmark Index.

A full description of the Benchmark Index and its construction methodology and information on the composition and respective weightings of the Benchmark Index constituents are available on the Internet at https://www.msci.com/.

The performance tracked is that of the Benchmark Index's closing price.

BENCHMARK INDEX COMPOSITION AND REVISION

The Benchmark Index is rebalanced quarterly.
The exact composition and the rules concerning Benchmark Index revisions are published by MSCI and are available on its website at https://www.msci.com/.
The frequency with which the Benchmark Index is rebalanced does not affect the cost of implementing the Investment Strategy.

BENCHMARK INDEX PUBLICATION

The Benchmark Index is calculated daily at the close of trade using the official closing price of the exchanges where the index constituents are listed.
The Benchmark Index is also calculated in real time every stock exchange trading day.
Real-time Benchmark Index values are available via Bloomberg and Reuters.
Reuters code: .MIWOM0000NUS

Bloomberg code: M1WOM
The closing price of the Benchmark Index is available on MSCI's website at https://www.msci.com/.

INVESTMENT STRATEGY

1. Strategy employed

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

To achieve the highest possible correlation with the performance of the Benchmark Index, the Sub-fund will employ an indirect replication method, which means that it will enter into one or more OTC swap contracts enabling it to achieve its investment objective. These swap contracts will serve to exchange the value of the Sub-fund's assets, which will consist of cash and/or balance sheet assets (excluding any securities received as collateral), for the value of the securities that underlie the Benchmark Index.

The Sub-fund's securities may consist of those that make up the Benchmark Index, as well as other international equities from all economic sectors, listed on all exchanges including small-cap exchanges.

The basket of assets held may be adjusted daily such that its value will generally be at least 100% of the net assets. When necessary, this adjustment will be made to ensure that the counterparty risk arising from the aforementioned swap contract will be neutralized.

Information on the updated composition of the basket of 'balance sheet' assets in the Sub-fund's portfolio and the value of the swap contract concluded by the Sub-fund is available on the page dedicated to the Sub-fund on Lyxor's website at www.lyxoretf.com. The frequency of any updates and/or the date on which the aforementioned information is updated is also indicated on the same page of the aforementioned website.

Up to 20% of the Sub-fund's assets may be exposed to equities issued by the same entity. This 20% limit may be increased to 35% for a given issuing entity when this is shown to be justified by exceptional market conditions, in particular when certain securities are largely dominant and/or in the event of strong volatility affecting a financial instrument or securities linked to an economic sector represented in the Benchmark Index, particularly in the event of a public offering that substantially affects a Benchmark Index security or in the event of a significant drop in the liquidity of one or more of the Benchmark Index's financial instruments.

2. Balance sheet assets (excluding embedded derivatives)

In accordance with regulatory ratios, the Sub-fund can hold in its portfolio global equities in all economic sectors and listed on any exchange, including "small-cap" exchanges.

The aforementioned equities will be selected on the basis of the following:

- eligibility criteria, including:
  - their inclusion in a major stock exchange index or in the Benchmark Index
  - liquidity (must exceed a minimum daily trading volume and market capitalization)
  - credit rating of the country where the issuer has its registered office (must have a least a minimum S&P or equivalent rating)
- diversification criteria, in particular regarding:
  - the issuer (application of investment ratios to assets that qualify for UCITS, pursuant to Art. R214-21 of the French Monetary and Financial Code)
  - geography
  - sector.

Investors may find more information on the above eligibility and diversification criteria, and in particular the list of eligible indices, on Lyxor's website at www.lyxoretf.com

Investment in undertakings for collective investment in transferrable securities ("**UCITS**") that comply with Directive 2009/65/EC is limited to 10% of the Sub-fund's net assets. The Sub-fund may invest in the shares of UCITS managed by the management company or by a company that is related to the management company. The fund manager will not invest in the shares or units of alternative investment funds (AIF) or other investment funds that were formed under a foreign law.

When the Fund receives collateral in the form of securities, subject to the terms of section 8 below, it acquires full title to these securities and they are therefore included among the balance sheet assets to which it has full title.

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations.

3. Off-balance sheet assets (derivatives)

The Sub-fund will use OTC index-linked swaps that swap the value of the Sub-fund's assets (or the value of any other financial instrument or asset the Sub-fund may hold) for the value of the Benchmark Index (as described in part 1 of this section).

To optimize the Sub-fund's management and achieve its investment objective, the manager reserves the right to use other financial instruments in compliance with regulations, such as derivative instruments other than index-linked swaps.

In accordance with its best execution policy, the management company considers that Société Générale is the counterparty that is generally able to obtain the best possible execution for these derivative instruments. Accordingly, these financial derivative instruments (including index-linked swaps) may be traded via Société Générale without having to seek a competitive bid from another counterparty.

The counterparty of the financial derivative instruments referred to above (the **Counterparty**") will have no discretionary power over the composition of the Sub-fund's portfolio or over the underlying assets of the derivative instruments.

4. Securities including derivatives

N/A.

5. Cash deposits

In order to optimize its cash management, the Sub-fund may deposit up to 20% of its assets in the form of cash with credit institutions that belong to the same group as the depositary.

6. Cash borrowing
The Sub-fund may temporarily borrow up to 10% of its net assets.

7. Temporary purchases and disposals of securities
N/A. The manager shall not engage in any temporary purchases or sales of securities.

8. Financial guarantees
Whenever the investment strategy exposes to the Sub-fund to counterparty risk, and in particular when the Sub-fund uses over-the-counter swaps, the Sub-fund may accept eligible securities as collateral to reduce the counterparty risk associated with these swaps. The portfolio of collateral received may be adjusted daily to ensure that its value is at least sufficient to cover the Sub-fund's counterparty risk in most cases. The purpose of this adjustment is to neutralize the Sub-fund's counterparty risk.

The Fund manager will not accept cash collateral.

The Sub-fund will have full title to all collateral received, which will be deposited in the Sub-fund's account with the depositary. This collateral will therefore be included in the Sub-fund's assets.
If the counterparty defaults, the Sub-fund may sell the assets provided as collateral by the counterparty to pay the counterparty's debt to the Sub-fund arising from the secured transaction.

All collateral the Sub-fund receives for this purpose must comply with the applicable laws and regulations, with respect in particular to the liquidity and valuation of the collateral, the credit-worthiness of securities issuers, risk exposure correlation and the risks of collateral management and enforceability. More specifically, all collateral received must meet the following conditions:

(f) All collateral must be of high quality, be highly liquid and tradable on a regulated market or on a multilateral trading facility, with transparent pricing to enable the collateral to be rapidly sold near its estimated price.
(g) This collateral must be valued at least daily and assets with highly volatile prices are not acceptable as collateral, unless a sufficiently prudent discount is applied.
(h) The collateral must be issued by an entity that is independent from the counterparty and must not be highly correlated with the counterparty's financial performance.
(i) The collateral must be sufficiently diversified in terms of country, market and issuer, with exposure to any single issuer not exceeding 20% of the Sub-fund's net asset value.
(j) The Sub-fund's management company must be able to fully enforce the collateral at all times without the prior consultation or approval of the counterparty.

Notwithstanding the condition specified in (d) above, the Sub-fund may accept a basket of securities collateral that increases its exposure to a single issuer to more than 20% of its net asset value provided that:

- such securities collateral is issued by (i) a Member State, (ii) one or more of a Member State's local authorities, (iii) a country that is not a Member State (iv) a public international organization to which one or more Member States belong; and
- such securities collateral consists of at least six different issues of securities of which no single issue exceeds 30% of the Sub-fund's assets.

Subject to the above conditions, the Sub-Fund may take collateral in the following forms:

(vii) cash and cash-equivalent assets, which for example include short-term bank deposits and balances and money-market instruments
(viii) bonds issued or guaranteed by an OECD member state, or by its local government entities, or by an EU, regional or global supranational institution or organisation, or by any country provided that conditions (a) to (e) above are fully complied with
(ix) shares or units issued by money-market funds that calculate a daily net asset value and have an AAA or equivalent credit rating
(x) the shares or units of UCITS that invest mainly in the bonds and/or equities indicated in (v) and (vi) below
(xi) bonds issued or guaranteed by top-rated issuers that offer sufficient liquidity
(xii) shares admitted for trading or traded on a regulated market of an EU member state, on a securities exchange of an OECD member state, or on a securities exchange of a non-OECD country provided that the conditions of points (a) to (e) above are fully met and that these shares are a component of a leading stock index.

Collateral discount policy
The Sub-fund's management company shall apply a discount to the collateral accepted by the Sub-fund. The amount of this discount will depend on the following criteria:

- the type of asset provided as collateral
- the maturity of the asset provided as collateral (if relevant)
- the credit rating of the issuer of the asset provided as collateral (if relevant).

Reinvestment of collateral
The collateral received will not be sold, reinvested or pledged..

RISK PROFILE

Investors' money will be invested mainly in the financial instruments selected by the Management Company. These instruments are subject to market trends and contingencies.

Investors in the Sub-fund will mainly be exposed to the following risks:

- Equity risk

The price of an equity security can increase or decrease in accordance with changes in the issuer's risk exposure or in the economic conditions of the market in which the security is traded. Equity markets are more volatile than fixed income markets, where under stable macroeconomic conditions income over a given period of time can be estimated with reasonable accuracy.

- Capital risk

The capital invested is not guaranteed. As a consequence, investor's capital is at risk. Investors therefore may not recover all or part of their initial investment, particularly in the event that the Benchmark Index posts a negative return over the investment period.

- Liquidity risk (primary market)

The Sub-fund's liquidity and/or value may be adversely affected if, when the Sub-fund or a counterparty to a financial derivative instrument (**FDI**) is rebalancing its exposure, the underlying financial markets are restricted, closed, or subject to large bid/offer spreads. An inability, due to low trading volumes, to execute trades associated with the replication of the Benchmark Index may also adversely affect share subscription, conversion and redemptions.

- Liquidity risk (secondary market)

The price of the Sub-fund's listed shares or units may deviate from the Sub-fund's indicative net asset value. The liquidity of the Sub-fund's shares traded on a given exchange may be adversely affected by a suspension in trading for various reasons, such as:
i) the calculation of the Benchmark Index is suspended or stopped
ii) the market(s) in the Benchmark Index's underlying assets is (are) suspended
iii) an exchange cannot obtain or calculate the Sub-fund's indicative net asset value
iv) a market maker fails to comply with an exchange's rules
v) an exchange's IT, electronic or other system fails.

- Counterparty risk

The Sub-fund is exposed to the risk that a counterparty with which the Sub-fund has entered into a contract or transaction may go bankrupt or default on a settlement or other obligation. The Sub-fund is in particular exposed to counterparty risk resulting from the use of financial derivative instruments (**FDI**) traded over the counter with Société Générale or some other counterparty. In compliance with UCITS regulations, exposure to counterparty risk (whether the counterparty is Société Générale or another entity), cannot exceed 10% of the Sub-fund's total assets per counterparty.

If a counterparty defaults on an obligation the FDI contract may be terminated before maturity. The Sub-fund will do everything in its power to achieve its investment objective by, if appropriate, entering into another FDI contract with another counterparty at the market conditions prevailing at the time of such an event.

If this counterparty risk materializes it could have an impact on the Sub-fund's ability to achieve its investment objective of replicating the Benchmark Index.

Where Société Générale acts as the FDI counterparty, conflicts of interest may arise between the Sub-fund's Management Company and the FDI counterparty. The Management Company has procedures to identify and reduce such conflicts of interest and to resolve them equitably if necessary.

- Risk of investing in small and mid-cap companies

The Sub-fund is exposed to small and medium capitalization companies and more specifically to the equity securities of small, medium and "intermediate" sized enterprises, which may increase market and liquidity risks. The prices of these securities therefore increase and decrease more sharply than those of large-cap stocks. The Sub-fund's net asset value could behave similarly and therefore fall more sharply than that of a similar investment in large-capitalization equities.

- Risk that the investment objective is not fully achieved

There is no guarantee of achievhing the investment objective. Indeed, no asset or financial instrument allows for a continuous and automatic replication of the benchmark index, particularly if one or more of the following risks occurs:

- Derivatives risk

In order to secure the Benchmark Index returns and achieve its investment objective, the Sub-fund can enter into transactions involving over-the-counter financial derivative instruments (FDI), such as swaps. These derivatives involve various risks, such as counterparty risk, hedging disruption, index disruption, taxation risk, regulatory risk, operational risk and liquidity risk. These risks can materially affect an FDI and could lead to an adjustment or even the early termination of the FDI transaction, which could affect the Sub-fund's net asset value.

- Risk due to a change in the tax regime

A change in the tax regime of a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed could adversely affect the taxation of investors. In such an event, the Sub-fund manager shall not be liable to any investor with respect to any payment that may have to be made to a competent tax authority.

- Risk of a change in the taxation of the Fund's underlying assets

A change in the taxation of the Sub-fund's underlying assets could adversely affect the Sub-fund's taxation. In such an event a discrepancy between the estimated taxation and the actual taxation of the Sub-fund (and/or of the Sub-fund's FDI counterparty) may adversely affect the Sub-fund's net asset value.

- Regulatory risk affecting the Sub-fund

In the event of a change in the regulatory regime in a jurisdiction where the Sub-fund is domiciled, authorized for sale or listed, the subscription, conversion or redemption of the Sub-fund's shares may be adversely affected.

- Regulatory risk affecting the Fund's underlying assets

In the event of a change in the regulations that govern the Sub-fund's underlying assets, the Sub-fund's net asset value and the subscription, conversion or redemption of shares may be adversely affected.

- Benchmark Index disruption risk

If an event adversely affects the Benchmark Index, the Sub-fund manager may be required, as provided for by law, to suspend the subscription and redemption of the Sub-fund's shares. The calculation of the Sub-fund's net asset value could also be adversely affected.
If the disruption of the Benchmark Index persists, the Sub-fund manager will determine an appropriate course of action, which could decrease the Sub-fund's net asset value.
A 'Benchmark Index event' includes but is not limited to the following situations:
i) the Benchmark Index is deemed to be inaccurate or does not reflect actual market developments
ii) the Benchmark Index is permanently cancelled by the index provider
iii) the index provider is unable to indicate the level or value of the Benchmark Index
iv) the index provider makes a material change in the Benchmark Index calculation formula or method (other than a minor modification such as an adjustment to this Benchmark Index's underlying components or their respective weightings) which the Sub-fund cannot effectively replicate at a reasonable cost
v) a Benchmark Index component becomes illiquid because it is no longer traded on a regulated market or because its trading over-the-counter (e.g. bonds) is disrupted.
vi) the Benchmark Index components are exposed to higher transaction costs for execution or settlement/delivery, or to specific tax constraints and these costs are not reflected in the Benchmark Index's performance.

- Corporate action risk

An unforeseen change, by the issuer of a security that is a component of the Benchmark Index, in a planned corporate action that is in contradiction with a previous official announcement on which the Sub-fund based its valuation of the corporate action (and/or on which the Sub-fund's counterparty to a financial derivative instrument or transaction based its valuation of the corporate action) can adversely affect the Sub-fund's net asset value, particularly if the Sub-fund's treatment of the corporate event differs from that of the Benchmark Index methodology.

- Currency risk associated with the Benchmark index

The Sub-fund is exposed to currency risk since the securities that underlie the Benchmark Index may be denominated in a different currency than the Benchmark Index, or be derivatives of securities that are denominated in a different currency than the Benchmark Index. Changes in exchange rates may therefore adversely impact the Sub-fund's Benchmark Index.

- Currency hedging risk on the Monthly Hedged C-EUR, Monthly Hedged D-EUR, Monthly Hedged C-GBP, Monthly Hedged D-GBP, Monthly Hedged C-CHF and Monthly Hedged D-CHF share classes:

To hedge the EUR currency risk (and respectively the GBP and CHF currency risk) against the currency of each of the securities that make up the Benchmark Index for the relevant Monthly Hedged share class, the Sub-fund will employ a hedging strategy that enables it to reduce the impact of a change in the exchange rate between the currency of each of the securities that make up the Benchmark Index and the currency of that share class. However, given the monthly adjustment of the hedging and the hedging instruments employed this does not necessarily ensure zero exposure to adverse market movements that may decrease the net asset value of the share class. The cost of hedging currency risk will also decrease the net asset value of the Monthly Hedged share classes.

CURRENCY

Currency	C-USD share class	D-USD share class	Monthly Hedged C-EUR and Monthly Hedged D-EUR share classes	Monthly Hedged C-GBP and Monthly Hedged D-GBP share classes	Monthly Hedged C-CHF and Monthly Hedged D-CHF share classes
	USD	USD	EUR	GBP	CHF

ELIGIBLE INVESTORS AND TYPICAL INVESTOR PROFILE

The Sub-fund is open to all investors.
Investors in this Sub-fund seek exposure to the financial performance of mid-cap and large-cap companies listed on developed country exchanges, excluding those of the eurozone countries.
The amount that should reasonably be invested in this Sub-fund depends on the personal situation of each investor. To determine this amount, investors must take into account their personal wealth and/or estate, their cash requirements currently and for the next five years, and their willingness to take on risk or their preference for more prudent investment. Investors are also advised to diversify their investments sufficiently so as not to be exposed solely to this Sub-fund's risks.

All investors are therefore asked to consider their specific situation with the help of their usual investment advisor.
The recommended minimum investment period is at least five years.

CALCULATION AND ALLOCATION OF DISTRIBUTABLE AMOUNTS

C-USD share class: All amounts available for distribution are reinvested.
D-USD share class: The management company reserves the right to accumulate and/or distribute all or part of distributable income in one or more annual distributions. All net capital gains realized will be accumulated.
Monthly Hedged C-EUR share class: All amounts available for distribution are accumulated
Monthly Hedged D-EUR share class: The management company reserves the right to accumulate and/or distribute all or part of distributable income in one or more annual distributions. All net capital gains realized will be accumulated.
Monthly Hedged C-GBP share class: All amounts available for distribution are accumulated.
Monthly Hedged D-GBP share class: The management company reserves the right to accumulate and/or distribute all or part of distributable income in one or more annual distributions. All net capital gains realized will be accumulated.
Monthly Hedged C-CHF share class: All amounts available for distribution are accumulated.
Monthly Hedged D-CHF share class: The management company reserves the right to accumulate and/or distribute all or part of distributable income in one or more annual distributions. All net capital gains realized will be accumulated.

DISTRIBUTION FREQUENCY

The management company reserves the right to distribute distributable amounts in one or more annual distributions.

SHARE CHARACTERISTICS

Subscription orders may be placed for a specific monetary amount or for a whole number of shares.
Redemptions are made in whole numbers of shares.

SUBSCRIPTION AND REDEMPTION

1. SUBSCRIPTION AND REDEMPTION ON THE PRIMARY MARKET

Subscription/redemption orders for shares in the Sub-fund will be processed by the Depositary until 6:30 pm (Paris time), every day that the Sub-fund's net asset value is to be published, provided that prices can be quoted for a significant proportion of the Benchmark Index components (hereinafter a "**Primary Market Day**") and will be executed at the net asset value on the following Primary Market Day, hereinafter the "**reference NAV**". Subscription/redemption orders submitted after 6:30 pm (Paris time) on a Primary Market Day will be processed as if received by 6:30 pm (Paris time) on the following Primary Market Day. Orders to subscribe for or

redeem shares in the Sub-fund must be made for a whole number of shares, and, for share classes denominated in USD, GBP and CHF, for a minimum amount in USD, GBP, CHF respectively that is equivalent to 100,000 EUR.
.

Subscriptions and redemptions in cash.
Subscriptions and redemptions shall be made exclusively in cash and executed at the ref NAV.

Delivery and settlement.
Settlement/delivery of subscriptions and redemptions shall be completed within five French business days after the subscription or redemption order is received.

Date and frequency of net asset value calculation
The net asset value will be calculated and published daily, provided that at least one exchange on which the Sub-fund's shares are listed is open and that orders placed in the primary and secondary markets can be funded.

The Sub-fund's net asset value is calculated using the Benchmark Index's closing price.
The net asset value of a share class that is denominated in another currency than the Sub-fund's accounting currency (if applicable) is calculated using the exchange rate between the accounting currency and the currency of the share class, at the applicable WM Reuters rate on the date the reference NAV is calculated.

2. PURCHASES AND SALES ON THE SECONDARY MARKET

C. COMMON PROVISIONS

For any purchase or sale of shares in the Sub-fund made directly on an exchange on which the Sub-fund is admitted or will be admitted for continuous trading, no minimum purchase or sale amount is required other than that which may be required by the relevant exchange(s).

Shares in a listed Sub-fund acquired on the secondary market cannot generally be directly resold to the Sub-fund. Investors must therefore buy and sell their shares on a secondary market through an intermediary (e.g. a broker) and may consequently incur costs. Furthermore, there is a possibility that investors may pay more than the indicative net asset value when buying shares or units and receive less than the indicative net asset value wh8en selling shares or units.

If the stock market value of a listed fund's shares or units differs significantly from their indicative net asset value, or if trading in the fund's share or units is suspended, investors may be authorised, subject to the conditions set forth below, to redeem their shares on the primary market directly from the fund, without being subject to the minimum redemption amount requirement set forth herein in the section entitled "*Subscription and Redemption Fees (charged only on primary market transactions)*".

The management company shall decide whether to allow such primary market redemptions and for how long, on the basis of the following criteria for assessing the significance of a market disruption:

- The suspension or strong disturbance of secondary trading on a given exchange is relatively frequent
- The link between the market disruption and secondary market operators (such as the default of one or more of the Market Makers of a given exchange, or a breakdown or malfunction of an exchange's IT or operating systems), excluding a disruption caused by a source external to the secondary exchange on which the Sub-fund's shares are traded, such as an event that affects the liquidity and valuation of all or some of the Benchmark Index's components
- Any other objective circumstance that could adversely affect the fair treatment and/or the interests of the Sub-fund's share-holders.

Notwithstanding the provisions concerning fees presented in the section entitled "*Subscription and redemption fees (charged only on primary market transactions*", redemptions made in the primary market in this case shall only be subject to a net redemption fee of 1% paid to the Sub-fund and which serves to cover its trading costs.

In such exceptional cases when redemption in the primary market is allowed, the Management Company shall post on Lyxor's website at www.lyxor.etf.com the procedure that investors must observe to redeem their shares or units in the primary market. The Management Company shall also make this procedure available to the market undertaking that handles trading in the Sub-fund's shares.

D. SPECIAL PROVISIONS

c) If the Sub-fund's shares are listed on NYSE Euronext's Euronext Paris exchange, as indicated in the "Key Information" section, investors should note the following rules:

Negotiability of shares and information about the financial institutions acting as Market Makers
The shares shall be freely negotiable on the Euronext Paris regulated market subject to the following conditions and the applicable laws and regulations..

The Sub-fund shares will be listed on a specific trading list, the rules of which are set forth in the following instructions published by NYSE Euronext:
- Instruction No. 4-01 " Universal Trading Platform Manual"
- Appendix to Instruction N4-01 "Appendix to the Euronext Market Trading Manual"
- Instruction No. 6-04 "Documentation to be provided when filing a listing application for an ETF, ETN, ETV and open-ended undertakings for collective investment other than ETFs"

Pursuant to article D 214-22-1 of the French Monetary and Financial Code the units or shares of undertakings for collective investments in transferable securities may be admitted to trading, provided that these undertakings have a system to ensure that the market price of their units or shares does not differ significantly from their net asset value. Under NYSE Euronext's rules trading in the Sub-fund's shares is also subject to a 'reservation threshold' of 3% above or below the Sub-fund's indicative net asset value or "iNAV" (see the "Indicative Net Asset Value" section), as published by NYSE Euronext Paris and updated on an estimated basis during trading in accordance with the change in the Benchmark Index.

To comply with NYSE Euronext Paris's reservation threshold (see the section entitled "Indicative net asset value") the Market Makers will ensure that the market price of the Sub-fund's shares does not differ from the Sub-fund's Indicative Net Asset Value by more than 3%.

NYSE Euronext Paris may suspend trading in the Sub-fund's shares pursuant to the terms of its operating rules, if the aforementioned reservation threshold limit is exceeded.

NYSE Euronext Paris will also suspend trading in the Sub-fund's shares in the following cases:

- the Benchmark Index is no longer traded or calculated
- NYSE Euronext Paris cannot obtain the Benchmark Index's level
- NYSE Euronext Paris cannot obtain the Sub-fund's net asset value.

In accordance with the terms and conditions governing admission to trading on NYSE Euronext Paris, the Market Makers undertake to provide market-making services for the Sub-fund's shares as soon as they are admitted to trading on the NYSE Euronext Paris market.
In particular, the Market Makers undertake to carry out market-making operations by maintaining a significant presence in the market, which initially entails the setting of a bid/ask spread.
More specifically, the Market Makers are required by contract with NYSE Euronext Paris to ensure that the Sub-fund maintains:

- a maximum global spread of 3% between the bid and offer price in the centralised order book.
- a minimum par value of EUR100,000 on the buy and sell side.

The obligations of the Sub-fund's Market Makers will be suspended in the following cases:

- the Benchmark Index is no longer traded or calculated
- if trading is substantially disrupted, for example due to a widespread shift in prices or an event that makes normal market making impossible.

Indicative net asset value

Euronext Paris SA will calculate and publish, each Trading Day (as defined below) during trading hours, the Sub-fund's indicative net asset value (hereinafter "**iNAV**"). The iNAV is a measure of the intra-day value of the Sub-fund's net asset value based on the most recent data. The iNAV is not the value at which investors buy and sell shares in the Sub-fund on the secondary market.

A "**Trading Day**" is a day on which NSYE Euronext is normally open and on which the Benchmark Index is normally published.

The Sub-fund's iNAV is a theoretical net asset value calculated every 15 seconds by Euronext SA throughout the Paris trading day and is based on the level of the Benchmark Index. The iNAV enables investors to compare the prices that the Market Makers offer on the market with the theoretical value calculated by Euronext.

The iNAV will be calculated every day that the net asset value is normally calculated and published.

To calculate the Sub-fund's iNAV throughout the Paris trading session (9:05 am to 5:35 pm), Euronext Paris SA will use the Benchmark Index value published by Reuters.
If one or more stock exchanges on which the Benchmark Index's constituent equities are listed are closed (on a public holiday as indicated on the TARGET calendar), and if the INAV cannot be calculated, trading in the Sub-fund's shares may be suspended.
Lyxor International Asset Management, the Sub-fund's management company, will provide Euronext Paris SA with all the financial and accounting data it needs to calculate the Sub-fund's iNAV and in particular:

- The day's estimated net asset value
- The official net asset value of the previous business day
- The level of the Benchmark Index on the previous business day.

These data will serve as a basis for Euronext Paris SA's calculations to determine the Sub-fund's iNAV in real time every Trading Day.

Additional information about the indicative net asset value of a share listed on an exchange may, depending on the terms and limits set by the relevant market undertaking, be provided on this exchange's website. This information is also available on the Reuters or Bloomberg pages that specifically concern the share. Additional information about the Bloomberg and Reuters codes for the indicative net asset values of all UCITS ETF type share classes is also available in the "Term Sheets" section of Lyxor's website at www.lyxoretf.com.

d) If the Sub-fund's shares are listed on an exchange other than Euronext Paris, as indicated in the "Key Information" section, investors should note the following:

Investors wishing to acquire shares in the Sub-fund or obtain more information regarding the market-making terms that govern the listing and trading of shares on the types of exchanges indicated in the "Key Information" section are advised to familiarize themselves with the guidelines laid down by the relevant market undertaking, in compliance with local regulations, and to seek if necessary the assistance of their usual broker(s) for executing trades on the relevant exchange(s).

FEES AND CHARGES

SUBSCRIPTION AND REDEMPTION FEES (CHARGED ONLY ON PRIMARY MARKET TRANSACTIONS)

The subscription and redemption fees shown below respectively increase the subscription price paid by the investor and decrease the redemption price received. Fees kept by the Sub-fund compensate it for the expenses it incurs in investing in the Sub-fund's assets or in divesting these assets. Any fees that are not kept by the Fund are paid to the management company, marketing agent, or other service provider.

Fees paid by investors upon subscription or redemption	**Base**	**Maximum charge**
Subscription fee not kept by the Sub-fund	NAV per share x the number of shares	The higher value of either EUR 50,000 per subscription order or 5% payable to third parties
Subscription fee kept by the Sub-fund	NAV per share x the number of shares	N/A
Redemption fee not kept by the Sub-fund	NAV per share x the number of shares	The higher value of either EUR 50,000 per redemption order or 5% payable to third parties
Redemption fee kept by the Sub-fund	NAV per share x the number of shares	N/A

OPERATIONAL AND MANAGEMENT FEES

These fees cover all the costs invoiced directly to the Sub-fund, except for transaction expenses. Transaction expenses include intermediary fees (brokerage fees, stock market taxes etc.) and any account activity charges that may be charged, in particular by the depositary or the management company.

For this Sub-fund the following fees may be charged in addition to the operating and management fees (see table below).
Incentive fees, which the Sub-fund pays to the management company when the Sub-fund exceeds its objectives.
Account activity charges charged to the Sub-fund.

For more information on the fees or expenses that are charged to the Sub-fund, see the Statistics section of the Key Investor Information Document (KIID).

Fees charged to the Sub-fund	**Base**	**Maximum rate for the C-USD and D-USD share classes**	**Maximum rate for the Monthly Hedged C-EUR, Monthly Hedged D-EUR, Monthly Hedged C-GBP, Monthly Hedged D-GBP, Monthly Hedged C-CHF and Monthly Hedged D-CHF share classes**
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees) including tax[1]	Net asset value	0.35% per annum	0.45% per annum
Operating and management fees that are external to the management company (auditor, depositary, fund distribution and legal fees)	Net asset value	0.10% per annum	
Incentive fee	Net asset value	N/A	
Account activity charge	Charged on each transaction	N/A	

(1) Includes all fees and expenses except for transaction expenses, incentive fees and fees associated with investment in UCITS.

COMMERCIAL INFORMATION

Distribution of this prospectus and the offer or purchase of shares in the Sub-fund may be subject to restrictions with regard to certain persons or in certain countries under national regulations that may apply to these persons or countries. Investors are therefore responsible for ensuring that they can legally subscribe to or invest in this Sub-fund. The information in this prospectus therefore cannot be construed to be an offer or solicitation to buy or sell shares in the Sub-fund in a country where such offer or solicitation is unlawful.

The Sub-fund's share classes will not be registered pursuant to the U.S. Securities Act of 1933, as amended (the "**U.S. Securities Act**") and cannot be offered, assigned, transferred or allocated in the United States of America, or to any "**U.S. Person**", as this term is defined under **Regulation S of the U.S. Securities Act**. The Sub-fund's share classes will not be offered to U.S. Persons.
The Sub-fund's share classes will only be marketed outside of the United States of America to **non-U.S. Persons**.

For the purpose of this document, the term "U.S. Person" shall mean, among other things, any individual who resides in the United States of America, any entity organized or formed under the laws of the United States of America, certain entities organized or formed outside of the United States of America by one or more U.S. persons, or any account held on behalf of such a U.S. person.

Before making an investment in the Sub-fund, investors should seek the advice of their financial, tax and legal advisers.

PLACE AND METHOD OF NET ASSET VALUE PUBLICATION OR COMMUNICATION

At the head office of LYXOR INTERNATIONAL ASSET MANAGEMENT, at 17, cours Valmy – 92800 Puteaux, France.

The Sub-fund's net asset value will be calculated and published by Euronext Paris SA on each Paris Trading Day, during trading hours.

IMPORTANT INFORMATION ABOUT THE INDEX PROVIDER

The Sub-Fund is in no way sponsored, endorsed, sold or promoted by MSCI Inc. ("**MSCI**"), nor by any MSCI subsidiary, nor by any of the entities involved in establishing the MSCI indices. The MSCI indices are the sole property of MSCI, and the MSCI indices are trademarks registered by MSCI and its subsidiaries and have been licensed, for specific purposes, by Lyxor Asset Management. Neither MSCI, nor any subsidiary of MSCI, nor any of the entities involved in producing or calculating the MSCI indices have made any representation or any warranty, either expressed or implied, to holders of shares in the Sub-fund or, more generally, to the general public, concerning the merits of trading in shares or units of investment funds in general or in the shares of this Sub-fund in particular or the ability of any MSCI index to replicate the performance of the global equities market. MSCI and its subsidiaries are the owners of certain names, registered trademarks and the MSCI indices, which are determined, constructed and calculated by MSCI without any consultation with Lyxor International Asset Management or the Sub-fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices are obliged to take into consideration the needs of Lyxor International Asset Management or of the holders of the Sub-fund's shares when determining, constructing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices make any decision concerning the launch date, pricing, quantity of the Sub-Fund's shares or the determination and calculation of the formula used to establish the Sub-Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the production of the MSCI indices accept any responsibility for or obligations concerning the administration, management or marketing of the Sub-fund.

ALTHOUGH MSCI OBTAINS DATA INCORPORATED OR USED IN THE CALCULATION OF INDICES ORIGINATING FROM SOURCES THAT MSCI BELIEVES TO BE RELIABLE, NEITHER MSCI, NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE ACCURACY AND/OR THE COMPLETENESS OF THE INDICES OR ANY INCORPORATED DATA. NEITHER MSCI NOR ANY PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, CONCERNING THE RESULTS THAT THE HOLDER OF A MSCI LICENCE, CUSTOMERS OF SAID LICENSEE, COUNTERPARTIES, FUND SHAREHOLDERS OR ANY OTHER PERSON OR ENTITY WILL ACHIEVE FROM THE USE OF THE INDICES OR ANY INCORPORATED DATA IN RELATION TO THE RIGHTS LICENSED OR FOR ANY OTHER PURPOSE. NEITHER MSCI NOR ANY OTHER PARTY MAKES ANY WARRANTIES, EXPRESSED OR IMPLIED, AND MSCI DISCLAIMS ANY WARRANTIES CONCERNING THE COMMERCIAL VALUE OR SUITABILITY FOR A SPECIFIC PURPOSE OF THE INDICES OR INCORPORATED DATA. WITHOUT PREJUDICE TO THE FOREGOING, UNDER NO CIRCUMSTANCES SHALL MSCI OR ANY OTHER PARTY BE HELD LIABLE FOR ANY LOSS, BE IT DIRECT, INDIRECT OR OTHER (INCLUDING LOSS OF EARNINGS) EVEN IF IT IS AWARE OF THE POSSIBILITY OF SUCH A LOSS.

ADDITIONAL INFORMATION

The Sub-fund's shares are admitted for clearing by Euroclear France S.A.
Subscription and redemption orders are sent to the Depositary by the investors' financial intermediaries (members of Euroclear France SA).

The Sub-fund's prospectus, the Key Investor Information Document, the most recent annual documents and the asset inventory will be sent to investors within eight business days upon receipt of a written request submitted to:
LYXOR INTERNATIONAL ASSET MANAGEMENT
17 Cours Valmy - 92987 Paris La Défense France.
E-mail: contact@lyxor.com
More information can also be requested from Lyxor International Asset Management on its website at www.lyxoretf.com.

Prospectus publication date: See the "Publication Date" section.

Pursuant to Article L.533-22-1 of the French Monetary and Financial Code, information concerning the Management Company's possible inclusion of social, environmental and corporate governance objectives and performance criteria in its investment policy is available on the management company's website and in the Sub-fund's annual report.

The AMF's website (www.amf-france.org) contains additional information on the relevant regulatory documents and investor protection measures.
This Prospectus shall be made available to investors prior to subscription.

INVESTMENT RULES

The Sub-fund will comply with the investment rules of the European Directive 2009/65/EC of 13 July 2009.

The Sub-fund may invest in the assets specified in Article L214-20 of the French Monetary and Financial Code, subject to the risk-diversification and investment ratio requirements of Articles R214-21 to R214-27 of said Code.
Notwithstanding the 10% limit under Paragraph II of Article R214-21 of the French Monetary and Financial Code, the Sub-fund may invest up to 20% of its assets in the equities and debt securities of a single issuer, in compliance with Article R214-22-I, which deals with index-tracking funds. Pursuant to Article R214-22 II, the Sub-fund may also increase this 20% limit for a single issuer to 35%, when this is shown to be justified by exceptional market conditions, and in particular when certain securities are largely dominant.

OVERALL RISK EXPOSURE

The commitment approach is used to calculate the overall risk exposure.

ASSET VALUATION AND ACCOUNTING RULES

A. VALUATION RULES
The Sub-fund's assets are valued in accordance with applicable laws and regulations and most notably Regulation No. 2014-01 of 14 January 2014 of the Comité de la Réglementation Comptable (the Accounting Regulations Committee), which applies to the chart of accounts for undertakings for collective investment in transferable securities. Financial instruments traded on a regulated market are valued at the closing price recorded on the day prior to the calculation of the net asset value. If these financial instruments are traded on several regulated markets at the same time, the closing price used is that recorded on the regulated market on which they are principally traded.
However, in the absence of significant trading on a regulated market, the following financial instruments are valued using the following methods:

- Negotiable debt securities ("**NDS**") with a remaining life upon acquisition that is less than or equal to three months are valued by applying the difference between the acquisition value and the redemption value on a straight-line basis over the remaining life. The management company nevertheless reserves the right to value these instruments at their market price if they are particularly sensitive to any market risks (interest rate risk, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer;
- NDS with a remaining life of more than three months upon acquisition but less than or equal to three months at the net asset value calculation date are valued by applying the difference between the most recent valuation and the redemption value on a straight-line basis over the remaining life. The management company nevertheless reserves the right to value these instruments at their market price if they are particularly sensitive to any market risks (interest rate risk, etc.). The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- NDS with a remaining life at the net asset value calculation date that exceeds three months are valued at their current value. The rate applied is that of issues of equivalent securities adjusted by the risk margin relating to the issuer.
- Financial futures traded on organized markets are valued at the clearing price on the day prior to the calculation of the net asset value. Options traded on organized markets are valued at their market price on the day prior to the calculation of the net asset value. Forward contracts and over-the-counter options are valued at the price quoted by the counterparty. The management company monitors these prices independently.
- Bank deposits are valued at their nominal value plus accrued interest.
- Warrants, short and medium-term notes (*bons de caisse*), promissory notes and mortgage notes are valued under the management company's responsibility at their most likely trading value.
- Temporary purchases and disposals of securities are valued at the market price.
- Shares and units in UCITS under French law are valued at the last known net asset value on the day the Sub-fund's net asset value is calculated.
- Shares and units in foreign investment funds are valued at the last known unitary net asset value at the date the Sub-fund's net asset value is calculated.

Financial instruments traded on a regulated market and for which no price has been quoted or whose price has been adjusted, are valued under the management company's responsibility at their most likely trading value.
The exchange rates used to value financial instruments denominated in a currency other than the Sub-fund's base currency are the WM Reuters fixing rates published on the day the Sub-fund's net asset value is calculated.

B. ACCOUNTING METHOD FOR TRADING EXPENSES
Trading expenses are included in the initial cost of the transaction.

C. ACCOUNTING METHOD FOR INCOME FROM FIXED-INCOME SECURITIES
Income from fixed-income securities is accounted for using the cash-basis method.

D. DISTRIBUTION POLICY
For more information see the section entitled "Calculation and Allocation of Distributable amounts"

E. ACCOUNTING CURRENCY
The Sub-fund's accounts are kept in USD.

ARTICLES OF ASSOCIATION OF THEMULTI UNITS FRANCE FUND

A SICAV FUND COMPLIANT WITH EUROPEAN STANDARDS

NAME: MULTI UNITS FRANCE.
Legal Form = Société d'Investissement à Capital Variable (SICAV) incorporated in the form of a Société Anonyme (SA)
Head office address: Tour Societe Generale, 17 cours Valmy, 92800 Puteaux, FRANCE.
Trade and Commercial Registry: N° 441 298 163 NANTERRE.

TITLE 1

FORM, PURPOSE, NAME, REGISTERED OFFICE, DURATION

ARTICLE 1 - FORM

It is established, between the holders of the shares created below and those that will subsequently created, a*Société d'Investissement à Capital Variable* ("SICAV"), a French registered investment company with variable capital, operating under French law, established in France, that is notably governed by the provisions of the Commercial Code relative to Sociétés anonymes (Book II – Title II – Chapter V), the Monetary and Financial Code (Book II – Title 1 – Chapter IV -Section I - sub - section I), its application texts, the subsequent texts and by the present articles of incorporation.

In compliance with article L 214-33 of the Monetary and Financial Code, the Fund consists of several Sub-funds.Each Sub-fund shall give rise to the issuance of a one or several share classes representing those assets of the Fund attributed to the respective Sub-fund.

ARTICLE 2 - PURPOSE

The purpose of this company is the establishment and management of a portfolio of financial instruments and deposits.

Within the limits of the applicable regulations, the Fund can carry out operations on regulated firm or conditional future markets (French or foreign) or over-the-counter markets in order to hedge its portfolio or to expose it to business sectors, rates, indices, equities or similar securities in order to attain its management objective and/or to have some of its Sub-funds benefit from the guarantee as defined in the prospectus mentioned in article 23 of the present articles of incorporation.These operations will be carried out up to a maximum commitment limit of one time the Fund's assets.Within this framework, the Fund can also establish positions in order to hedge the currency risk of its portfolio.

ARTICLE 3 - NAME

The Company is called: MULTI UNITS FRANCE, followed by the indication "Société d'Investissement à Capital Variable", accompanied or not by the term "SICAV".

ARTICLE 4 – REGISTERED OFFICE

The registered office is located in the Société Générale Tower, 17 cours Valmy, 92 800 Puteaux, FRANCE.

ARTICLE 5 – DURATION

The duration of the Company is 99 years as at its registration with the register of companies, except in the case of early dissolution or extension as indicated in the present articles of association.

TITLE 2

CAPITAL, CHANGES IN CAPITAL, CHARACTERISTICS OF SHARES

ARTICLE 6 – SHARE CAPITAL

The initial capital amounts to EUR 8 million (eight million euros), i.e. the equivalent of fifty-two million four hundred seventy-six thousand five hundred and sixty francs, divided into 80,000 shares, entirely paid up.

It was established exclusively by payments in cash.

Classes of shares shall be issued to represent the assets attributed to each Sub-fund.The provisions hereof applicable to shares are applicable to such categories of shares.

The shares do not grant their holders any direct right to the assets of the Sub-funds.

The shares can be grouped or divided upon proposal from the board of directors and decision by the extraordinary general assembly.

The shares can be fractioned, by decision of the board of directors, into 10ths, 100ths, 1000ths, 10,000ths, or 100,000ths, known as share fractions.

The provisions of the articles governing the issue and redemption of shares are applicable to the share fractions, the value of which will always be proportional with that of the share that they represent.All other provisions relating to shares shall apply *mutatis mutandis* to fractional shares unless otherwise provided.

An asset ceiling (in amount of assets or number of shares) can be established for certain guaranteed classified Sub-funds of the Fund, and will be indicated in the prospectus.

The shares representing the Company's capital can be full distribution shares, accumulation and/or distribution shares or full accumulation shares. Full distribution sharesand accumulation and/or distribution shares Full distribution shares, accumulation and/or distribution shares entail a right to the payment of dividends according to the provisions contained in article 27 of the present articles of association.Any dividend payment will result in an increase of the ratio between the net asset value of the accumulation shares and those of the distribution shares.At any time, any shareholder can carry out an exchange between full distribution shares, accumulation and/or distribution shares or full accumulation shares and vice-versa, according to the parity P defined by the board of directors.Shareholders who would not receive, due to the exchange parity, a whole number of shares can, if they desire, pay a supplement in cash as required for the allocation of an additional share.

During these operations, the Fund shall not apply the subscription and redemption fees payable to it.

The board of directors determines the calculation conditions of the net asset values of the full distribution shares, accumulation and/or distribution shares or full accumulation shares. They are brought to the attention of the shareholders in the appendix to the annual accounts.

ARTICLE 7 – CHANGES IN CAPITAL

The capital amount is subject to change resulting from the Company's issuing of new shares and from decreases after the redemption of shares by the Company to shareholders who so request.

At all times, the capital amount is equal to the sum of the net assets of the Company's Sub-funds, including accumulated amounts, less the sum distributable within Sub-funds, in compliance with the provisions of article 27.

ARTICLE 8 – CREATION, MODIFICATION, LIQUIDATION OF A SUB-FUND – CREATION, LIQUIDATION OF SHARE CLASSES - ISSUE, REDEMPTION OF SHARES

8.1 Creation, modification and Liquidation of a Sub-fund

The Board of Directors is the only body entitled to create, modify or liquidate a Sub-fund of the Fund.

8.2. Creation and liquidation of share classes

The Board of Directors is the only body entitled to create or liquidate share classes.

8.3 Issue and redemption of shares

The issue price and the redemption price are equal to the net asset value obtained by dividing the Sub-fund's net assets by the number of shares, increased or decreased by a subscription or redemption fee as indicated in the prospectus mentioned in article 23 of the present articles of association.

The board of directors sets the minimum subscription conditions (subscription units) and the redemption conditions (redemption units), which are mentioned in the prospectus.

Redemptions and subscriptions will be carried out in accordance with the terns conditions set out in the prospectus.

Any subscription of new shares must, on pain of nullity, be entirely paid up and the issued shares include usufruct on the same date as the shares existing on the day of issue.

Any redemption request must be accompanied by the deposit of the shares and share fractions, the payment of the redemption price is carried out within a maximum of five trading days following the redemption request, subject to the exceptions listed below and the provisions relating to registered shares and share fractions.

In the absence of contrary legal provisions, the disposal or transfer of shares between shareholders or benefiting a third party carried out outside of a regulated market, is considered to be a redemption followed by a subscription.When the operation involves a third party, the disposal or transfer amount must, where appropriate, be completed in cash by the beneficiary in order to attain at least the minimum subscription required by the prospectus.

In accordance with article L. 214-19 of the Monetary and Financial Code, the redemption by the Company of its shares and share fractions, as well as the issue of new shares and share fractions, can be temporarily suspended by the board of directors, when compelled by exceptional circumstances and if required in the interests of the shareholders.

When the net assets of the Fund (or where applicable a Sub-fund) fall below the amount stipulated by the regulations, no redemption of shares or share fractions can be carried out (for the relevant Sub-fund).

ARTICLE 9 - CALCULATION OF NET ASSET VALUE

The calculation of the share's net asset value is carried out each day (except on public holidays as defined in the prospectus mentioned in article 23 of the present articles of association), while taking into account the assessment rules stipulated below:

- The securities traded on a French or foreign regulated market are assessed at the market price. The assessment of the reference market price is made according to the provisions decreed by the board of directors. The manner in which these rules shall be applied is specified in the notes to the annual accounts.

However:

. The securities for which the price was not determined on the assessment date or for which the price has been corrected are assessed at their probable trading value under the responsibility of the board of directors. These assessments and their justification are provided to the auditor at the time of the latter's verifications.

. Securities involving debt securities and other securities that are not the subject of significant transactions are assessed by application of an actuarial method, with the adopted rate being that of the issues of equivalent securities affected, as relevant, by a difference that is representative of the intrinsic characteristics of the security's issuer. However, negotiable debt instruments with a remaining maturity of less than three months may, in the absence of special considerations, be evaluated by reference to the straight-line method. The terms of application for these rules are set by the board of directors. They are specified in the notes to the annual accounts. .

- The units or shares of UCITS are assessed at the last known net asset value.

- Securities that are not traded on a regulated market are assessed at their probable trading value, under the responsibility of the board of directors.

- Securities that are the subject of temporary transfer or acquisition contracts are assessed in compliance with the applicable regulations, with the terms of application being determined by the board of directors and stipulated in the appendix to the annual accounts.

- The operations relating to firm or conditional forward financial instruments traded on French or foreign organised markets are valued at the market value according to the provisions determined by the board of directors. They are specified in the notes to the annual accounts.

- The operations relating to firm or conditional forward financial instruments traded on French or foreign organised markets are valued at the market value according to the provisions determined by the board of directors. They are specified in the notes to the annual accounts.

Moreover, an instantaneous indicative net asset value will be calculated by the market undertaking if the Sub-funds are accepted for trading and listing.

Contributions in kind may only be in the form of securities or contracts eligible as component assets of the UCITS; they are valued in accordance with the valuation rules applying to the calculation of the net asset value.

ARTICLE 10 – FORM OF THE SHARES

Shares may be in either bearer or registered form at the subscriber's option.

In accordance with article L. 211-4 of the Monetary and Financial Code and its implementation legislation, securities must be listed in accounts held, as relevant, by the issuer or an authorized intermediary.

The rights of shareholders shall be represented by an inscription in their name in a register:
- held by an intermediary of their choice, for securities held by the shareholder;
- with the issuer, and if they so desire, with the intermediary of their choice for registered shares.

In exchange for payment at its expense, the Company can request the names, nationalities and addresses of the Fund's shareholders, as well as the quantity of shares held by each of them, in accordance with article L 211-5 of the Monetary and Financial Code.

ARTICLE 11 – ADMISSION TO TRADING ON A REGULATED MARKET

The shares may be listed for trading on a regulated market in accordance with applicable regulations.

In this case, it should be noted that the Fund must implement means to ensure that its share price does not deviate from its net asset value by more than 1.5%.

ARTICLE 12 – RIGHTS AND OBLIGATIONS ATTACHED TO THE SHARES

Each share confers a right to an interest in the ownership of corporate assets and the sharing of profits, proportional to the fraction of capital represented thereby.

The rights and obligations conferred by the share run with the security, regardless of the holder.

Whenever it is necessary to hold several shares in order to exercise a given right, and particularly in the case of exchange or grouping, the holders of single shares or of less than the necessary number of shares cannot exercise such rights unless they arrange to group their shares with others or arrange the purchase or sale of the necessary number of shares.

ARTICLE 13 - INDIVISIBILITY OF THE SHARES

All undivided holders of a share or eligible parties are required to be represented to the Company by a single person appointed by agreement between them, or, failing that, by the president of the commercial court with jurisdiction over the site of the head office.

The owners of share fractions can group together.In such a case, they must be represented in the manner set forth in the previous paragraph, i.e. by a single person who shall exercise, for each group, the rights conferred by the ownership of one whole share.

In the absence of a contrary agreement declared to the Company, the voting right belongs to the usufructuary during ordinary general meetings and to the bare owner during extraordinary general meetings.

TITLE 3

ADMINISTRATION AND MANAGEMENT OF THE COMPANY

ARTICLE 14 - ADMINISTRATION

The Company is administered by a board of directors consisting of at least three and at most eighteen members, appointed by the ordinary general meeting.

Subject to international conventions, the chairman of the board of directors and, where appropriate, the board member temporarily appointed to carry out all or parts of the chairman's duties, the delegated managing director and at least 2/3 of the board members must be French or citizens of the European Union.

During the life of the Company, the directors shall be appointed or reappointed to their offices by the ordinary general meeting of the shareholders.

The directors can be natural persons or legal entities.The latter must, at the time of their appointment, designate a permanent representative who is subject to the same conditions and obligations and who incurs the same civil and penal liabilities as though this person were a member of the board of directors in his/her own right, without prejudice to the liability of the legal person that he/she represents.His term of office as permanent representative shall have the same duration as that of the legal entity that he represents.

If the legal entity revokes the representative's mandate, it must forthwith declare this revocation to the Fund by registered mail, together with the identity of its new permanent representative.The same rule shall apply in case of death, resignation or protracted impediment of the permanent representative.

ARTICLE 15 - DURATION OF THE TERMS OF THE BOARD MEMBERS – RENEWAL OF THE BOARD

Subject to the provisions of the following paragraph, the terms of the board members shall be for three years for the first board members and a maximum of six years for the following board members, with each year consisting of the interval between two consecutive annual general meetings.

Should one or more board member position(s) become vacant between two general meetings, due to death or resignation, the board of directors can carry out one or more temporary appointment(s).

A board member appointed by the board as a temporary replacement for another member who has died, been dismissed or resigned either automatically or by request, only remains on the board for the time remaining in his/her predecessor's term.

Appointments of members by the board of directors are subject to ratification by the next ordinary general meeting.Should this ratification be refused, the deliberations undertaken and the actions carried out beforehand remain valid.

The directors may be re-elected.They may be dismissed at any time by the ordinary general meeting of the shareholders.

The term of each member of the board of directors is terminated at the end of the annual general meeting of the shareholders that voted on the accounts of the past financial year and held in the year in which the member's mandate would expire, with the understanding that, if no ordinary general meeting is held during the said year, the term of the member in question ends on 31 December of that same year, though the above is subject to the following exceptions.

Any board member can be appointed for a term that is less than six years when this is necessary in order for the renewal of the board to remain as regular as possible and within each six-year period.This shall apply, in particular, if the number of directors is increased or decreased to the point of affecting the regularity of the renewal.

Should the number of members of the board of directors fall below the legal minimum, the remaining member(s), or failing that the Auditors, must immediately call an ordinary general meeting of the shareholders in order to make up the board's size.

ARTICLE 16 - EXECUTIVE COMMITTEE

From amongst its members, for the duration that it determines but which cannot exceed that of the board member's term, the board elects a chairman who must necessarily be a natural person.

The chairman of the board of directors represents the board of directors. He organises and directs the work of the board and reports back to the general meeting. He ensures the management bodies of the company operate smoothly and ensures, in particular, that the directors are able to accomplish their duties.

If considered useful, it also appoints a deputy chairman and it can also choose a secretary that is not a member.

In case of temporary impediment or death of the chairman, the deputy chairman presides over the board meeting.Failing that, the board will appoint a meeting chairman from amongst its members.

The chairman, deputy chairman and secretary can always be re-elected.

ARTICLE 17 - BOARD MEETINGS AND DELIBERATIONS

The board of directors meets when called by the chairman, as often as required in the Company's interests, either at the head office or at any other location indicated in the meeting notice.The invitations can be made by any means.

If the board has not met for over two months, at least one third of its members can call a meeting of the board to deliberate a particular agenda.

The presence of no fewer than one-half of the members of the Board of Directors is necessary in order for deliberations to be valid.Decisions shall be taken by majority vote of the members present or represented.

By letter or telegram, a board member can give another board member a proxy to represent him/her during a board meeting.During a given board meeting, each board member can only have one proxy.

Each Director shall have one vote.In case of a tie vote, the chairman's vote shall decide.

ARTICLE 18 - MINUTES

The minutes are drawn up and the copies or extracts of the deliberations are issued and certified in accordance with the law.

ARTICLE 19 – POWERS OF THE BOARD OF DIRECTORS

The board of directors determines the company's business strategy and oversees its implementation. It examines any and all matters within the Company's object and which concern the efficient running of the business and which are not expressly decided by shareholders at shareholder meetings, and makes any and all business decisions within its remit

The board of directors has the broadest possible powers in order to act, in all circumstances, in the name of the Company; it exercises these powers within the limits of the Company's corporate purpose and subject to the powers expressly attributed by law to the meetings of the shareholders.

ARTICLE 20 – GENERAL MANAGEMENT

The general management of the Company is taken on, under his/her responsibility, either by the chairman of the board of directors or by another natural person appointed by the board of directors and bearing the title of managing director.

The choice between two ways of conducting the general management is taken subject to the conditions set by under these Articlesby the board of directors for a term expiring when the term of current chairman of the board of directors expires. The shareholders and third parties will be notified of the choice in accordance with the conditions set according to the prevailing statutory and regulatory provisions.

Depending on the choice made by the board of directors in accordance with clause above, the general management will be assured, either by the chairman or by a managing director. If the board of directors chooses to separate the functions of chairman and managing director, it will appoint a managing director and fix the term of his mandate. If the chairman of the board of directors is responsible for the general management of the company, the following provisions applying to the managing director also apply to the chairman.

Subject to the powers that the law expressly attributes to the meetings of shareholders, to the powers that it specially reserves for the board of directors, and within the limits of the corporate purposes, the managing director is granted the broadest possible powers to act in the Company's name in all circumstances.He exercises these

powers within the limits of the company purpose and within the powers expressly attributed by law to the shareholders' meetingsand meetings of the executive committee. He represents the Company in its relations with third parties.

The managing director can grant all partial delegations of his/her powers to any person of his/her choice.

The managing director can be dismissed by the board of directors at any time. Upon proposal from the managing director, the board of directors can appoint up to five natural persons to assist the managing director under the title deputy managing director.
This also applies to the deputy managing directors, upon proposal from the managing director.In case of death, resignation or dismissal of the managing director, the deputy managing directors retain, unless decided otherwise by the board, their duties and attributions until the appointment of a new managing director.

The deputy managing directors can be dismissed by the board of directors at any time, on the proposal of the managing director.
In agreement with the managing director, the Board determines the extent and duration of the powers delegated to the deputy managing directors.
These powers may include a right of partial delegation.In case of death, resignation or dismissal of the managing director, they retain, unless decided otherwise by the board, their duties and attributions until the appointment of a new managing director.
With regard to third parties, the deputy managing directors have the same powers as the managing director.

The managing director commits the Company even with regard to actions not included in the corporate purpose unless it can be proven that the third party knew that the action was outside of this purpose or could not have been ignorant of this in view of the circumstances, without the mere publication of the articles of association being sufficient to establish this proof.

Any limitation of the powers of the managing director by the present articles of association or by a decision of the board of directors has no effect with regard to third parties.

ARTICLE 21 - ALLOWANCES AND REMUNERATION OF THE BOARD

The general meeting can allocate to the board members, as remuneration for their efforts, a fixed annual amount in the form of director's fees, the amount of which is included in the Company's operating expenses and distributed to the board members at the board's discretion.

The remuneration of the managing director and that of the deputy managing director(s) are set by the board.

ARTICLE 22 - CUSTODIAN

The custodian, selected by the board of directors, is the following:

SOCIETE GENERALE
29, boulevard Haussmann – 75009 Paris

The custodian is responsible for the duties incumbent on it in application of the regulations in force as well as those contractually conferred on it by the financial manager by delegation or by the Fund.It must, in particular ensure the regularity of the decisions taken by the portfolio management company. It must, if necessary, take all protective measures it deems appropriate.In the event of a dispute with the management company, it shall inform l'Autorité des marchés financiers.

ARTICLE 23 - PROSPECTUS

A prospectus has been prepared in compliance with the applicable regulations.

The board of directors or, if the Fund has delegated its overall management, the management company has all powers in order to make, if necessary, any modifications to ensure the proper management of the Company, all within the framework of the legislative and regulatory provisions specific to SICAV funds.

TITLE 4

STATUTORY AUDITORS

ARTICLE 24 - APPOINTMENT - POWERS - REMUNERATION

A statutory auditor is appointed by the management company's board of directors for a term of six financial years after approval from the Autorité des Marchés Financiers.

The auditor certifies the accuracy and sincerity of the financial statements.

The auditor may be reappointed.

The auditor shall inform the Autorité des marchés financiers without delay of any fact or any decision concerning the undertaking for collective investment in transferable securities of which it became aware in carrying out its audit duties and which might:
1. constitute a breach of the legal or regulatory provisions applying to such undertaking and which could have a significant impact on the financial situation, result or assets;
2. jeopardise the conditions or continuity of operations;
3. result in the expression of qualifications or a refusal to certify the accounts

The auditor shall supervise the valuation of the assets and the determination of exchange ratios used in the event of a conversion, merger or split.

The auditor shall be responsible for reviewing all contributions in kind.

The auditor shall check the composition of the assets and other information before any publication.

The auditor's fees are determined by mutual agreement between the auditor and the Board of Directors or the managing body of the management company on the basis of a work schedule indicating all duties deemed necessary.

In the event of a liquidation, the auditor shall value the amount of the assets and establish a report on the terms and conditions of such liquidation.

The auditor certifies the financial statements serving as the basis for the payment of interim dividends.

The auditor's fees are included in the management fees.

The ordinary general meeting will designate a Replacement Auditor in order to replace the Auditor in the event of a refusal, impediment, resignation or death.

TITLE 5

GENERAL MEETINGS

ARTICLE 25 – GENERAL MEETINGS

The annual general meetings of the shareholders are convened and deliberate according to legal requirements.

The annual general meeting, which must approve the Company's accounts, must be called within four months of the end of the financial year.

Meetings shall be held at the registered office or at any such other place as may be specified in the notice of meeting.

Any shareholder can participate, either personally or by representative, in the meetings upon providing proof of identity and of ownership of shares, in any form, either by personal registration or by depositing the holder shares or deposit certificate, at the locations indicated in the meeting invitation; the time period for carrying out these formalities ends three days before the meeting date.

A shareholder may be represented as provided for under Article L225-106 of the French Code of Commerce.

Any shareholder may submit a vote by mail in the manner prescribed by the applicable regulations.

The meetings are presided over by the chairman of the board of directors or, in the latter's absence, by a deputy chairman or board member delegated for this purpose by the board.Failing that, the meeting appoints its own chairman.

The minutes are drafted and the copies or extracts of the deliberations are provided and certified in compliance with the law.

TITLE 6

ANNUAL ACCOUNTS

ARTICLE 26 – FINANCIAL YEAR

The financial year begins on the day after the last calculation date of the net asset value in October and ends on the last calculation date of the net asset value in the same month of the following year.

Exceptionally, the first financial year will begin on the creation date of the Company and will end on 31 October 2002.

ARTICLE 27 - PROCEDURES FOR ALLOCATING INCOME AND AMOUNTS AVAILABLE FOR DISTRIBUTION

The board of directors approves the net income figure for the financial year, which, in accordance with legal requirements, is equal to interest payments, arrears, premiums, dividends, directors' fees and all other income derived from the fund's securities, plus income on temporarily available sums and minus management fees and borrowing costs.

Distributable income comprise:
1° Net income plus retained earnings and plus/minus the balance of the income adjustment account;
2° Capital gains, net of fees, minus capital losses, net of fees, realised during the financial year, plus net capital gains of the same nature realised in previous financial years that were not distributed or capitalised and plus/minus the balance of the capital-gains adjustment account.
The sums mentioned in paragraphs 1°and 2° may be distributed in whole or in part, independently of each other.

For each class of shares, the Fund may propose:

Pure accumulation: distributable income are fully capitalised with the exception of those that must be distributed by law;

Pure distribution: distributable income, rounded off to the nearest whole figure, are fully distributed, with the option of interim distributions;

Accumulation and/or Distribution: each year the board of directors decides how to allocate income. In the course of the financial year, the board of directors may decide to pay out one or more instalments of distributable income that have been booked on the date of the decision. Remaining distributable income shall be reinvested.

The decisions of the board of directors pertaining to the distributable income for each financial year are subject to approval of the General Meeting of Shareholders.

Procedures for income allocation and distributable income are specified in the prospectus.

TITLE 7

EXTENSION - DISSOLUTION - LIQUIDATION

ARTICLE 28 - EXTENSION OR EARLY DISSOLUTION

At any time and for any reason whatsoever, the board of directors can propose the extension or early dissolution or liquidation of the Fund to an extraordinary general meeting.

The issuing of new shares and the redemption by the Fund of shares for shareholders so requesting ends on the publication date of the notice for the general meeting during which will be proposed the Company's early dissolution and liquidation, or upon the expiry of the Company's duration.

ARTICLE 29 - LIQUIDATION

Liquidation procedures comply with Article L 214-12 of the French Monetary and Financial Code (*Code Monétaire et Financier)*.

TITLE 8

DISPUTES

ARTICLE 30 - COMPETENT COURTS - JURISDICTION

Any disputes that may arise during the life of the Company or upon its liquidation, either between the shareholders and the Company, or among the shareholders, and with regard to the affairs of the Company, are judged in compliance with the law and are subject to the jurisdiction of the courts responsible for the head office.

ADDITIONAL INFORMATION FOR INVESTORS IN THE FEDERAL REPUBLIC OF GERMANY

1. Société Générale S.A. Frankfurt branch, Neue Mainzer Straβe 46-50 – 60311 Frankfurt am Main assumes the function of the German Paying- and Information Agent ("the German Paying and Information Agent") in the Federal Republic of Germany.

2. Redemption and exchange requests for the shares can be submitted at the German Paying- and Information Agent. Upon request, the redemption proceeds, distributions or other payments, if any, to the shareholder are paid in Euro via the German Paying- and Information Agent.

3. The current prospectus, the Key Investor Information Document (KIID), the Articles of Association of the Company as well as the semi-annual and annual report may be inspected at and can be received free of charge at the German Paying- and Information Agent by mail or by e-mail.

   Further shareholder information, if any, is available at the German Paying- and Information Agent and will be published on the website www.lyxoretf.de.

4. The net asset value per share of the share classes of the fund and the purchase, exchange and redemption prices are available at the German Paying- and Information Agent on every banking business day in Frankfurt. Furthermore, the purchase and redemption prices of the share classes of sub-funds together with the interim profit and the aggregate amount of income deemed to be received by the holder for the foreign investment units after 31 December 1993, are published on the website www.lyxoretf.de.

5. In addition to a publication on the website www.lyxoretf.de shareholders will be informed via shareholder letter about the following changes :

   - the suspension of redemption of the Sub-Fund's shares;
   - the termination of the management of a Sub-Fund or the liquidation thereof,
   - changes being made to the Memorandum and Articles of Association which are not in compliance with the existing investment principles or which affect material investor rights or which relate to fees and cost refunds that may be withdrawn from the Fund's assets;
   - the merger of the Fund; and, where applicable, the conversion of the Fund into a feeder fund

6. For a transparent and, thus, investor-favorable taxation of income of the Company in accordance with the German Investment Tax Act (Investmentsteuergesetz, InvStG) all bases of taxation within the meaning of Section 5 sub-section 1 InvStG must have been disclosed by the Company (so-called tax disclosure requirement). This also applies to the extent the Company has acquired units in other domestic investment funds and investment stock companies, EC investment units and foreign investment units, which do not qualify as EC investment units (target fund within the meaning of Section 10 InvStG) and they comply with the tax disclosure requirements.

7. **The following sub-funds of the Company are not registered in Germany according to Section 310 of the German Investment Code (KAGB):**

   The Management Company endeavours to disclose all bases of taxation available to it. However, it cannot be guaranteed that the required notification will be made. The Management Company cannot guarantee, in particular, that the required disclosure is made, if the Management Company acquires target funds that do not comply with the tax disclosure requirements incumbent on them.

   LYXOR UCITS ETF BEL 20 TR
   LYXOR UCITS ETF DAILY DOUBLE SHORT BTP
   LYXOR UCITS ETF DAILY LEVERAGED BTP
   LYXOR MSCI WORLD EX EMU UCITS ETF
   LYXOR UCITS ETF MSCI EM LATIN AMERICA PEA
   LYXOR UCITS ETF FTSE ALL SHARE
   LYXOR UCITS ETF FTSE 250

   Shares of the above mentioned sub-fund are not allowed to be distributed in Germany.