



Responses to investor questions on the mergers by absorption of the following exchange-traded funds

Lyxor MSCI EMU Growth (DR) UCITS ETF,
Lyxor MSCI EMU Small Cap UCITS ETF,
Lyxor MSCI EMU Value (DR) UCITS ETF,
Lyxor MTS BTP 1-3Y Italy Government Bond (DR) UCITS ETF and
Lyxor BTP 10Y - MTS Italy Government Bond (DR) UCITS ETF

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Responses to questions on shares combination of 6 Lyxor ETF

KEY INFORMATION ON THE SHARES COMBINATION

Five Lyxor ETF funds will be merged into another fund

Lyxor International Asset Management ("Lyxor") intends to merge the following FCPs and sub-funds of Multi Units France, a French SICAV fund:

- Lyxor MSCI EMU Growth (DR) UCITS ETF (a FCP),
- Lyxor MSCI EMU Small Cap UCITS ETF (a FCP),
- Lyxor MSCI EMU Value (DR) UCITS ETF (a FCP),
- Lyxor MTS BTP 1-3Y Italy Government Bond (DR) UCITS ETF (a Multi Units France sub-fund) and
- Lyxor BTP 10Y - MTS Italy Government Bond (DR) UCITS ETF (a Multi Units France sub-fund).

These funds will be absorbed by five sub-funds of Multi Units Luxembourg, a Luxembourg SICAV fund, on 7 September 2017.

This merger will modify some of the codes of these funds

The merger will require modification of some of the codes of the absorbed funds, and in particular their ISIN codes.

Absorbed fund		Absorbing fund	
Name of the fund	ISIN code	Name of the fund	ISIN code
Lyxor MSCI EMU Growth (DR) UCITS ETF	FR0010168765	Lyxor MSCI EMU Growth (DR) UCITS ETF	LU1598688189
Lyxor MSCI EMU Small Cap UCITS ETF	FR0010168773	Lyxor MSCI EMU Small Cap UCITS ETF	LU1598689153
Lyxor MSCI EMU Value (DR) UCITS ETF	FR0010168781	Lyxor MSCI EMU Value (DR) UCITS ETF	LU1598690169
Lyxor MTS BTP 1-3Y Italy Government Bond (DR) UCITS ETF	FR0011313741	Lyxor EuroMTS 1-3Y Italy BTP Government Bond (DR) UCITS ETF	LU1598691050
Lyxor BTP 10Y - MTS Italy Government Bond (DR) UCITS ETF	FR0011548106	Lyxor EuroMTS 10Y Italy BTP Government Bond (DR) UCITS ETF	LU1598691217

Orders on these funds may be placed during the merger process

Trading on the secondary market will be maintained throughout the merger process (except on the Borsa Italiana exchange) and you will be able to place orders on NYSE Euronext Paris, for example.

However, you should note that trading on the primary market will be suspended for four days. This will accordingly restrict the capacity of market makers and authorised market participants to create and redeem shares in the funds and to execute orders.

The merger may have consequences on tax and accounting treatment in some countries

Generally speaking, you may have to pay the following taxes:

- on fund capital gains that are considered to be realised at the merger date;
- on fund income that is considered to be capitalised at the merger date and will become taxable;
- on the registration of the absorbing share class in your account, which will be subject to a stamp tax.

Depending on your tax status and country of residence, you may have to pay one or more of the above taxes or may not have to pay any. The tax treatment of your investments depends on your particular situation. If you are not sure about your tax situation, you should seek advice from a competent, professional tax advisor.

The merger process

How will the merger take place?

The shareholders of Multi Units France, the chairman of Lyxor International Asset Management (LIAM) and the Board of Directors of Multi Units Luxembourg have decided to merge various funds. Each FCPs and sub-fund of the French SICAV fund Multi Units France will be merged into a sub-fund of the Luxembourg SICAV fund Multi Units Luxembourg.

The merged funds will therefore be absorbed into the 'absorbing funds'. On the merger date, this will entail:

- creation of the absorbing fund;
- liquidation of the absorbed fund, after calculation of its last net asset value and the transfer of all of its assets and liabilities to the absorbing fund;
- the issuing of shares in the absorbing fund and their distribution to you in exchange for the absorbed fund's shares.

This merger will be conducted in compliance with the UCITS V Directive. Accordingly, the cost of the merger will not be borne by you directly or by the fund, but by the management company (Lyxor International Asset Management).

What funds will be involved in the merger and when will they be merged?

Lyxor plans to merge the following five funds, which are subject to French law, on 7 September 2017:

- Lyxor MSCI EMU Growth (DR) UCITS ETF,
- Lyxor MSCI EMU Small Cap UCITS ETF,
- Lyxor MSCI EMU Value (DR) UCITS ETF,
- Lyxor MTS BTP 1-3Y Italy Government Bond (DR) UCITS ETF and
- Lyxor BTP 10Y - MTS Italy Government Bond (DR) UCITS ETF.

Each share class of these funds will be merged into an equivalent class (i.e. accumulation/distribution) and will be traded on the same trading venues under a passport that is valid for the same countries.

What is the timetable for the merger?

Key merger dates.

Event	Date
Publication of merger notice	31/07/2017
Announcement of the merger's share exchange ratio	31/08/2017
Last tradable net asset value on the primary market	04/09/2017
Last trading day on the secondary market (except for Italy)	07/09/2017 at market close
Last trading day on Borsa Italiana	06/09/2017 at market close
Merger date	07/09/2017
First day of trading on the secondary market (including Borsa Italiana)	08/09/2017 at market open
First tradable net asset value on the primary market	11/09/2017

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Why merge these funds?

The shareholders of Multi Units France, the chairman of Lyxor International Asset Management (LIAM) and the Board of Directors of Multi Units Luxembourg have decided to merge these funds to improve economic efficiency and provide investors with an investment vehicle that is recognised internationally (for FCP unit holders).

Will the cost of the merger affect the net asset value of the funds?

The legal, administrative and advisory fees and expenses in relation to the funds merger will not be borne by you, nor by the funds, but by the management company (Lyxor International Asset Management).

Lyxor will also pay any transfer tax or duty that might be required to transfer the funds' assets.

So overall the merger will have no impact on the fund's net asset value.

Will I have to pay anything because of the merger?

The merger could have tax consequences.

The tax treatment of your investments and of the fund merger will depend on your individual tax situation. If you are not sure about your tax situation, you should seek advice from a competent, professional tax advisor.

How will the merger affect the trading of the funds?

Lyxor will temporarily suspend transactions on the primary market and trading in the secondary market on some trading venues. However, the net asset value will continue to be calculated as explained in each fund's prospectus and, when possible, the indicative net asset value will be indicated.

More specifically, it should be noted that:

- Transactions on the primary market will be suspended for four days (the last net asset value will be tradable on Monday 04 September 2017 and the first net asset value will be tradable on Monday 11 September 2017);
- Trading on the secondary market will only be suspended on Borsa Italiana;
- Trading on Borsa Italiana will be suspended on 06/09/2017, the day before the merger date.

Will I be able to sell and purchase shares in the absorbed share before the merger?

The absorbed funds will continue to be traded normally between the announcement date and the date that trading on the secondary market is suspended (see above).

You may continue to buy and sell shares until trading is suspended on the secondary market (as already mentioned above, only trading on Borsa Italiana will be suspended).

However, you should note that primary market transactions will be suspended for four days and that this could disrupt the execution of large orders on the secondary market.

How will the net asset value of the absorbing fund be calculated?

The absorbing fund will be created on the merger date. All of the absorbed fund's assets and liabilities will be transferred to the absorbing fund at this time and the associated costs will be borne by Lyxor.

The subscription and redemption of the absorbed fund's shares will also be suspended on the primary market.

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As a result, on the merger date the first net asset value of the absorbing fund will be equal to the last net asset value of the absorbed fund. This first net asset value will serve as a reference for the indicative net asset value, which will be indicated on the absorbing fund's first trading day.

There will be no interruption in the publication of the net asset value:

- up to and including the merger date, the absorbed fund's net asset value will be published daily, and
- the day following the merger date, the absorbing fund's net asset value will be published as indicated in its prospectus.

How many shares in the new fund will I receive?

On the merger date, the absorbing fund will be created and it will receive all of the absorbed fund's assets and liabilities. The absorbing fund's net asset value per share will therefore be identical to the absorbed fund's last net asset value per share.

You will therefore receive the same number of shares in the absorbing fund as you currently own in the absorbed fund, and you will therefore own exactly the same number of shares.

How will the merger affect my taxes?

The change in fund share class may have consequences on tax and accounting treatment in some countries.

Generally speaking, you may have to pay the following taxes:

- on fund capital gains that are considered to be realised at the merger date;
- on fund income that is considered to be capitalised at the merger date and will become taxable;
- on the registration of the absorbing share class in your account, which will be subject to a stamp tax.

Depending on your tax status and country of residence, you may have to pay one or more of the above taxes or may not have to pay any.

The tax treatment of your investments depends on your particular situation. If you are not sure about your tax situation, you should seek advice from a competent, professional tax advisor.

Do I have to do anything?

The merger will be managed by your service providers (i.e. your depository) and you therefore won't have to do anything. You should note however that some of the ISIN will change and you will need to be aware of this when placing an order after the merger.

Depending on the investor's country, specific tax forms may have to be filed.

The tax treatment of investments will depend on each investor's particular situation. Investors who are uncertain about their tax situation or tax filing obligations in respect of the fund merger should seek advice from a competent, professional tax advisor.

What if I don't want to participate in this merger?

If you don't want to participate in the merger you should sell your shares on the secondary market before the merger date. This may entail broker or other intermediary fees.

The situation after the merger

Will the fund's underlying exposure change?

Since the shares you will receive in the absorbing fund on the merger date will track the same index as previously, there will be no change in economic or currency exposure nor in the price or total gross or net performance of the index.

Furthermore, each absorbed fund and each absorbing fund will have the same synthetic risk and reward indicator (SRRI).

The same index replication method will also be used. Therefore, the merger will have no effect on the risks to which you are currently exposed.

Lyxor International Asset Management is the management company of the FCPs, of French SICAV fund (Multi Units France) whose sub-funds will be absorbed and of the Luxembourg SICAV fund (Multi Units Luxembourg) in which sub-funds will be created. There will therefore be no change in the management company.

Will the codes of the absorbed funds change?

Since the countries of incorporation of the absorbed and the absorbing funds are not the same, they will have different ISIN codes.

The new trading codes (tickers, Bloomberg code and RIC code) and the settlement-delivery codes (WKN and Valor) will be published on Lyxor's website (www.lyxoretf.com) before the merger date.

Will the absorbing fund trade on the same trading venues?

Lyxor's absorbing funds will be listed on the same trading venues as are the absorbed funds.

On the secondary market you will be able to trade:

- the absorbed fund up to the merger date, except on Borsa Italiana (see the merger timetable above);
- the absorbing fund as of the first business day following the merger date.

It should be noted that after trading on Borsa Italiana is suspended, trading in the absorbed funds will continue on NYSE Euronext Paris and if applicable on Xetra, London Stock Exchange and SIX Swiss Exchange up to and including the merger date.

Will there be any change in fund management fees?

The total management fees charged by the management company will be the same for each absorbed fund and each absorbing fund.

Investors should note however that while a single overall fee is paid for the absorbed funds, absorbing fund management fees are divided into two distinct categories in order to (i) remunerate the management company for its services in respect of the sub-funds and (ii) cover the "structural costs" indicated in the prospectus.

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