

**Lyxor Funds Solutions S.A.**  
22, Boulevard Royal  
2449 Luxembourg  
Grand Duchy of Luxembourg  
Company registration number Luxembourg: B 139.351  
(the “**Management Company**”)

**ComStage**  
*Société d'investissement à capital variable*  
an umbrella fund in the form of a SICAV  
under Luxembourg law  
22, Boulevard Royal  
2449 Luxembourg  
Grand Duchy of Luxembourg  
(the “**Company**”)

**Merger announcement  
to all unitholders the ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF (the  
absorbing fund)**

The Board of Directors of the Management Company and the Board of Directors of the Company have resolved to carry out a tax-neutral merger of an Luxembourg FCP (the “absorbed fund”) into the absorbing sub-fund of ComStage:

- ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF, unit class I D (ISIN: LU0419741177 / WKN: ETF090) (the “absorbing fund”)

The merger will take place on 10 December 2020 (the “merger date”) and shall become effective on 11 December 2020 (the “effective date”).

**Background to the merger:**

Lyxor Funds Solutions S.A. manages both Luxembourg FCP and the ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF. The low volume of assets of the Luxembourg FCP means that it is no longer possible to continue to manage the sub-fund on a cost-effective and financially meaningful basis.

To avoid liquidating the absorbed fund, and to allow unitholders to retain an investment, the Luxembourg investment fund in the form of a *fonds commun de placement* (“FCP”), established for an indefinite period in accordance with Part I of the Luxembourg Law of 17 December 2010 on undertakings for collective investment, as amended, will be transferred into the ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF. The absorbing fund is ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF, a sub-fund of ComStage, established for an indefinite period in the form of a *Société d'Investissement à Capital Variable* (“SICAV”) in accordance with Part I of the Luxembourg Law of 17 December 2010 on undertakings for collective investment, as amended. ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF follows a similar investment policy to that of the Luxembourg FCP.

**Impact:**

The absorbed fund is an investment funds in the form of an FCP, whereas the absorbing fund is an investment fund in the form of a SICAV. An investor in an FCP is a unitholder of the fund without voting rights. In contrast, an investor in a SICAV is a shareholder with voting rights and is therefore involved in important decisions.

Both funds use a total return swap to replicate their investment objective. The ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF is a passively managed fund, which aims to replicate its underlying index in order to generate returns for investors that are in line with the performance of the underlying index.

The absorbing fund, ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF, seeks to attain the investment objective via indirect replication by absorbing transferable securities and also employing derivative techniques such as swaps to compensate for any difference in performance between those securities purchased by the absorbing fund and the index being tracked.

The investment strategy and commodities investment category of the absorbing fund are very similar to those of the absorbed fund. This means that unitholders of the absorbed fund will remain invested in a comparable investment strategy.

The impact of the merger on ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF is identical to that of a standard inflow of funds. Accordingly, the merger does not lead to any specific disadvantages for investors in the absorbing fund.

Furthermore, there are cost benefits for investors in the absorbed fund:

Investors of the absorbed fund will benefit from the significantly lower all-in fee of the absorbing fund, ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF.

The all-in fee payable in the absorbing fund is lower than in the absorbed fund:

<b>Absorbing fund all-in fee</b>
ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF, unit class I D (ISIN: LU0419741177 / WKN: ETF090) (All-in fee: up to 0.30%)

Both funds have an identical Synthetic Risk and Reward Indicator (SRRI) of 6. On the basis of their respective investment strategies described above, the funds have very similar risk profiles.

Both funds are distributing. The accrued and accruing returns in the absorbed fund will be transferred to the absorbing fund.

The absorbing fund will make distributions on the planned distribution dates.

Unitholders of the absorbed fund will participate in the returns of the absorbing fund from the effective date of the merger in proportion to their holding in the absorbing fund.

There are no changes for unitholders in the absorbing fund as a result of the merger.

**Criteria for valuing the assets at the time the conversion ratio is calculated:**

The assets of the absorbed fund will be sold.

This is based on the tax-neutral merger planned for 10 December 2020, whereby the assets will first be sold and the corresponding amount of cash subsequently transferred into the absorbing fund. The inflow of funds in the absorbing sub-fund will then be invested in line with the prevailing allocation, as would be the case with a normal inflow of funds. The related costs will not be charged to the absorbing fund.

**Conversion ratio calculation method:**

On the merger date, the net asset value per unit of each unit class of the absorbed fund will be calculated as a proportion of the net asset value of the absorbing sub-fund, and rounded to six decimal places. The net asset value of the unit classes of the absorbed fund in EUR will be translated into USD at the WM/Reuters benchmark rate on the merger date.

Calculation formula:

$$\frac{\text{Net asset value per unit (NAV) of the relevant unit class of the absorbed fund, translated into USD, where applicable}}{\text{Net asset value per unit (NAV) of the absorbing sub-fund}} = \text{Conversion ratio}$$

Unitholders of the absorbed fund are advised to consult a tax advisor for a personalised explanation of any potential tax implications of the planned merger. Tax treatment may be subject to changes following the merger.

**Rights of unitholders of the absorbed fund and the absorbing fund:**

Unitholders can request additional information on the merger, together with a copy of the auditor's report on the merger, from the Management Company.

The issue and redemption of units in the absorbed fund will be suspended on 4 December 2020.

Unitholders of both the absorbed fund and the absorbing fund can request the redemption of their units without payment of a redemption fee until 3 December 2020, 3 pm (CET), from the Management Company, the Distributor or the Paying and Information Agents. Any redemption requests for units in the absorbed fund received after this deadline by the aforementioned offices will not be executed.

Units in the absorbing fund can be redeemed immediately after the merger, from 14 December 2020.

If you have any questions regarding this announcement, please contact your financial adviser or Lyxor Deutschland by telephone on +49 (0) 69 717 4444, or by e-mail at [info@lyxoretf.de](mailto:info@lyxoretf.de).

**More detailed information regarding the merger and the absorbing fund and its strategy is available on the website: [www.lyxoretf.com](http://www.lyxoretf.com).**

The prospectus, the key investor information document, the management regulations of the absorbed fund, the articles of incorporation of the absorbing fund, and the most recent annual and semi-annual reports in German, together with issue and redemption prices may be obtained free of charge from the Management Company and from the offices listed below in hard copy for ComStage Bloomberg Equal-weight Commodity ex Agriculture UCITS ETF at [www.lyxoretf.com](http://www.lyxoretf.com).

**Luxembourg, 3 November 2020**

**The Board of Directors of Lyxor Funds Solutions S.A. and the Board of Directors of ComStage**