

**MULTI UNITS LUXEMBOURG**  
Société d'investissement à capital variable  
Registered Office:  
28-32, Place de la Gare L-1616 Luxembourg  
RCS Luxembourg B 115 129  
(the "**Company**")

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**NOTICE TO THE SHAREHOLDERS OF THE SUB-FUND "MULTI UNITS LUXEMBOURG – Lyxor SG European Quality Income NTR UCITS ETF" (the "Sub-Fund")**

**Amendment to the Prospectus and the Key Investor Information Document of the Sub-Fund**

Terms not specifically defined herein shall have the same meaning as in the articles of incorporation (the "**Articles**") and in the latest Prospectus of the Company or any supplement.

Luxembourg, 30 October 2020

Dear Shareholders,

The Management Company and the board of directors of the Company (the "**Board**") hereby inform the shareholders of the Sub-Fund (the "**Shareholders**") that they have decided the changes detailed below in relation to the Sub-Fund (the "**Changes**"). The Changes relative to the Sub-Fund will be performed between 30 November 2020 and 23 May 2021 (the "**Effective Date**"). Once the Changes have been implemented a notice will be made available on [www.lyxoretf.com](http://www.lyxoretf.com) confirming the Effective Date.

**I- Investment Policy: Change of replication methodology**

**The index replication methodology carried out by the Sub-Fund will change from Indirect Replication to Direct Replication (the "Switch").**

Currently the Sub-Fund's exposure to the performance of SG European Quality Income NTR index (the "**Index**") is achieved by way of derivative transactions and/or instruments as further described in section I/ Investment Objectives/ Investment Powers and Restrictions of the Prospectus of the Company.

Once the Switch is effective, the Sub-Fund will carry out its investment objective by directly investing in a portfolio of transferable securities or other eligible assets that will typically comprise the constituents composing the Index as set out in the Appendix of the Sub-Fund. In order to optimize such Direct Replication method and to reduce the costs of investing directly in all constituents of the Index, the Sub-Fund may decide to use optimization techniques such as "sampling" and may also engage in secured securities lending as more fully described in the Prospectus.

Please note that the Switch concerns only the way the Sub-Fund aims to reflect the performance of the Index. The investment objective and Index of the Sub-Fund will remain unchanged.

**II- Change of the Name of the Sub-Fund**

The name of the Sub-Fund shall consequently change as follows:

Previous name of the Sub-Fund	New name of the Sub-Fund
Multi Units Luxembourg – Lyxor SG European Quality Income NTR UCITS ETF	Multi Units Luxembourg – Lyxor SG European Quality Income NTR ( <b>DR</b> ) UCITS ETF

### **III- Additional Changes**

We draw the Shareholders' attention to the fact that following the Switch:

- the cut-off time of the Sub-Fund, as reflected in Appendix D "Summary Table of the Sub-Fund's Dealing Timeline" of the Prospectus shall be amended from 5:00 p.m. to **3:30 p.m.** Luxembourg time at the latest;
- the maximum authorized level of securities lending entered into by the Sub-Fund, as reflected in Appendix E "Securities financing transactions and total return swaps" of the Prospectus shall be amended from zero percent (0%) to twenty-five percent (25%). The expected level of securities lending entered into by the Sub-Fund will remain at zero percent (0%) ;
- the Sub-Fund will hold a basket of financial securities eligible for the equity ratio within the meaning of the German Investment Funds Tax Act (InvStG-E) which will represent at least 65% of its net assets, under normal market conditions; and
- in the event of Suspension of the Secondary Market, as defined in the Prospectus, the exit charge applicable to the Sub-Fund will go from its current level of 0.5% to 1% of the Net Asset Value per Share multiplied by the number of shares redeemed; this exit charge will apply in replacement of the maximum redemption charges stated in the Prospectus.

**The Sub-Fund will bear the costs associated with the Changes. The attention of the Shareholders is drawn to the fact that the costs linked to the Changes could have a negative impact on the net asset value of the Sub-Fund.**

**The Sub-Fund will retain all its other characteristics, in particular the codes used in trading and the total fees.**

- **In case where the Shareholders do not agree with the Changes, the Shareholders who usually subscribe or redeem Shares in the Sub-Fund on the primary market may redeem their Shares without fee during a period of one month as from the date of this notice;**
- **We draw Shareholders' attention to the fact that if the Sub-Fund's Shares are sold on a market or exchange, the Shareholders may be charged broker fees on to the sale of (a) Share(s) in said Sub-Fund;**
- **In case where the Shareholders agree with the Changes, no action is required from the Shareholders.**

Following the implementation of the Changes the Prospectus and the Key Investor Information Document of the Sub-Fund will be amended accordingly.

The new Prospectus and Key Investor Information Document of the Sub-Fund may be obtained on request from the Management Company to [client-services-etf@lyxor.com](mailto:client-services-etf@lyxor.com), or consulted as from the Effective Date on the following website: [www.lyxoretf.com](http://www.lyxoretf.com).

For any questions, do not hesitate to contact Lyxor Client Services at the following contact details: Phone number +33 (0)1 42 13 42 14 – Email address: [client-services-etf@lyxor.com](mailto:client-services-etf@lyxor.com).

Yours sincerely,

For the Board