

Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF

1. FUND INFORMATION

Ticker: CB10YS SW

Description

Lyxor Asset Management Group ("Lyxor") was founded in 1998 and comprises two subsidiaries (1) (2) of Société Générale group. Lyxor benefits from the expertise of 600 professionals across the wealth management world, advising EUR 117.6 billion* in assets. Lyxor offers bespoke asset management services, capitalising on its know-how in ETFs and indexing, Alternative and Multi Management, and Absolute Performance and Solutions. As one of the most experienced players on the market, Lyxor ETF is Europe's number three provider of ETFs (number two in terms of liquidity (3)), with AuM of more than EUR 49.8 billion*. With 220 ETFs listed on 13 financial marketplaces, Lyxor ETF provides investors with varied investment solutions enabling them to diversify their allocation across the entire spectrum of asset classes (equities, bonds, money market instruments and commodities via forward financial instruments). Demonstrating its commitment to high-quality ETFs, in 2011, Lyxor ETF implemented an ETF quality charter with the aim of ensuring that each ETF it offers complies with the strictest requirements in terms of replication quality, risk monitoring, liquidity and transparency. www.lyxoretf.com

Investment objective

The Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF is a UCITS compliant exchange traded fund that aims to track the benchmark index Solactive 10Y US Treasury Futures Daily (-1x) Inverse Index. The Solactive 10Y US Treasury Futures Daily (-1x) Leveraged Index is a strategy, which is linked to the performance of the 10-Year Treasury Note Future. The strategy reflects a daily investment with a short position in the 10-Year Treasury Note Future plus interest, based on the Federal Funds Effective Rate (=money market interest rate), on any capital that is not tied up. The 10-Year Treasury Note Future refers to a synthetic 10-year bond of the United States of America. It works as follows: The strategy will fall (rise) if interests rates for 10-Year US-Bonds will fall (rise). Please note that for holding periods of more than one day, the performance of the short index does not match the inverse performance of the base index due to the daily calculation basis. The starting level of the index was set at 100 index points on 1 September 2015.

Risk Factors

It is important for potential investors to evaluate the risks described below and in the fund prospectus which can be found on www.lyxoretf.com

CAPITAL AT RISK: ETFs are tracking instruments: Their risk profile is similar to a direct investment in the Underlying Index. Investors' capital is fully at risk and investors may not get back the amount originally invested.

REPLICATION RISK: The fund objectives might not be reached due to unexpected events on the underlying markets which will impact the index calculation and the efficient fund replication.

COUNTERPARTY RISK: Investors are exposed to risks resulting from the use of an OTC Swap with Barclays Bank Germany. In-line with UCITS guidelines, the exposure to Societe Generale cannot exceed 10% of the total fund assets. Physically replicated ETFs may have counterparty risk resulting from the use of a Securities Lending Programme.

UNDERLYING RISK: The Underlying Index of a Lyxor ETF may be complex and volatile. When investing in commodities, the Underlying Index is calculated with reference to commodity futures contracts exposing the investor to a liquidity risk linked to costs such as cost of carry and transportation. ETFs exposed to Emerging Markets carry a greater risk of potential loss than investment in Developed Markets as they are exposed to a wide range of unpredictable Emerging Market risks.

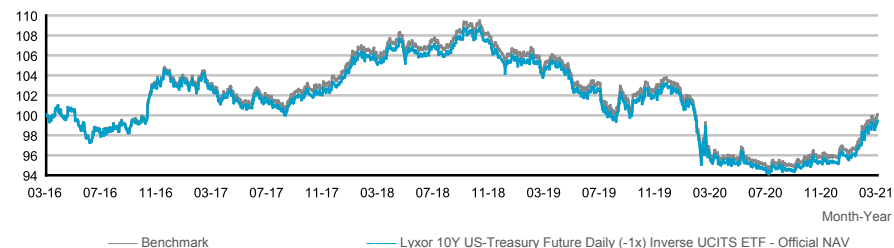
CURRENCY RISK: ETFs may be exposed to currency risk if the ETF is denominated in a currency different to that of the Underlying Index they are tracking. This means that exchange rate fluctuations could have a negative or positive effect on returns.

LIQUIDITY RISK: Liquidity is provided by registered market-makers on the respective stock exchange where the ETF is listed, including Societe Generale. On-exchange liquidity may be limited as a result of a suspension in the underlying market represented by the Underlying Index tracked by the ETF; a failure in the systems of one of the relevant stock exchanges, Societe Generale or other market-maker systems; or an abnormal trading situation or event.

2. Index information

Base 100 performance

Source: Bloomberg, Lyxor AM, to 31st March 2021



3. ETF Performances

	1 Month	3 Months	6 Months	3 Years	5 Years
Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF	1.33%	4.42%	5.23%	-5.36%	-0.53%
Benchmark	1.35%	4.48%	5.35%	-5.31%	0.11%
Tracking Difference	-0.02%	-0.06%	-0.12%	-0.05%	-0.65%

	YTD	2020	2019	2018	2017
Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF	4.42%	-7.40%	-2.46%	2.55%	-0.53%
Benchmark	4.48%	-7.38%	-2.53%	2.60%	-0.14%
Tracking Difference	-0.06%	-0.01%	0.07%	-0.05%	-0.38%
Tracking Error	-	0.09%	0.13%	0.06%	0.03%

	31/03/2021	31/03/2020	29/03/2019	29/03/2018	31/03/2017
Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF	4.15%	-8.34%	-0.85%	2.34%	2.69%
Benchmark	4.36%	-8.43%	-0.92%	2.63%	3.02%
Tracking Difference	-0.22%	0.09%	0.06%	-0.29%	-0.33%

Source: Bloomberg, Lyxor AM, to 31st March 2021

THE FIGURES RELATING TO [PAST PERFORMANCES / SIMULATED PAST PERFORMANCES / PAST PERFORMANCES AND SIMULATED PAST PERFORMANCES] REFER OR RELATE TO PAST PERIODS AND ARE NOT A RELIABLE INDICATOR OF FUTURE RESULTS. THIS ALSO APPLIES TO HISTORICAL MARKET DATA.

Ticker	CB10YS SW
Fund Type	SICAV
UCITS compliant	Yes
ISIN	LU1275254800
Swiss Tax	Yes
Replication method	Indirect (Swap Based)
Full ownership of fund assets	Yes
Share Class Currency	USD
Inception Date	08/10/2015
Nav per share at inception (USD)	99.0844
Total Expense Ratio p.a	0.20%
Currency risk	Yes
NAV per Share (USD)	95.32
Share AUM (M USD)	12.17
Total Fund Assets (M USD)	12.17
Umbrella (M USD)	8,997.62
Minimum Investment (Share)	1
Income treatment	Distribution
Last Amount (USD)	0.39

Trading Information

Place	Opening Hours (GMT)	Currency	Ticker Bloomberg	RIC Reuters
Deutsche Boerse (Xetra)*	08:00 / 19:00	EUR	E571 GY	E571.DE
SIX Swiss Exchange	08:00 / 16:20	CHF	CB10YS SW	
SIX Swiss Exchange	08:00 / 16:20	USD	CB10YSUS SW	

* First Listing Place of this share class

Full name	Solactive 10Y US Treasury Futures Daily (-1x) Inverse Index
Exposure	USA
Asset Class	-
Index type	Total Return
Currency	USD
Index Reuters RIC	-
Index Bloomberg ticker	SODI1TYF
Further information	-

Source: Bloomberg, Lyxor AM, to 31st March 2021

Performances related to distributing ETF are calculated reinvesting dividends into the ETF performance
 Performance gap represents the performance differences between the ETF and the Index
 The Tracking Error represents the annualised volatility of the performance differences between the ETF and the benchmark

Changes of benchmark may occur. To compare the track of the ETF with its benchmark, we will use the below indexes:

	From	To
Commerzbank 10Y US-Treasury Future Short TR Strategie	08/10/2015	25/09/2019
Solactive 10Y US Treasury Futures Daily (-1x) Inverse Index	25/09/2019	

Performance gap = Simulated perf - [(1+Index perf)/(1+Interest rate perf)-1]

	Since inception		
	1Y	3Y	5Y
Sharpe ratio		-0.40	
Fund volatility	3.17%	4.50%	4.28%
Benchmark volatility	3.17%	4.50%	4.28%
Sharpe ratio	0.91	-0.74	-0.33

IMPORTANT INFORMATION FOR INVESTORS

Parties entering into transactions (such as a derivative or financing transaction) or investing in financial instruments that use an index or a variable interest rate (benchmark) are exposed to the risk that:

- (1) such benchmark may be subject to methodological or other changes which could affect the value of the relevant transaction; or
- (2) (i) may become not compliant with applicable laws and regulations (such as the European Benchmark Regulation), (ii) may cease to be published (possible cessation of LIBOR publication or planned cessation of EONIA both after December 2021), or (iii) the supervisor or administrator of any such benchmark may make a statement that the relevant benchmark is no longer representative, and as a consequence the relevant benchmark may be replaced by another benchmark which may have an adverse and material impact on the economics of the relevant transactions.

You should conduct your own independent investigation and analysis of the potential consequences of any relevant risks such as those mentioned above, particularly in light of the ongoing industry initiatives related to the development of alternative reference rates and the update of the relevant market standard documentation.

INVESTOR'S NOTICE

**The Total Expense Ratio (TER) covers all costs incurred by the Management Company to manage the underlying assets. It comprises a Management Fee and Structural Costs described as follows. The Management Fee represents the compensation for the Management Company services. The Structural Costs represent the custodian fee, the administrative fee, the audit fee and all other operating costs that will be paid by the Management Company to operate the funds.

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By investing into these products, the investor certifies to Société Générale that he is duly authorized to do so, by consulting, if he finds it necessary, his own investment advisors or any other competent professionals with regard to the advisability of said investment.

The Lyxor ETFs are offered only outside the United States in compliance with Regulation S promulgated under the Securities Act (the « Regulation S ») to a selected group of investors only in "Offshore Transactions" with "Non-U.S. Persons" (each as defined in Regulation S). The Lyxor ETFs may be reoffered and sold only to "Non-U.S. Persons" in "Offshore Transactions" pursuant to the resale provisions of Regulation S. No person is obligated or intends to register the Lyxor ETFs under the Securities Act or any state securities laws in the United States.

The country of domicile of the fund presented in this document is Luxembourg. The fund Lyxor 10Y US-Treasury Future Daily (-1x) Inverse UCITS ETF is listed on the SIX Swiss Exchange and/or BX Swiss Exchange and authorized for the offer and distribution in Switzerland or from Switzerland pursuant to the Swiss Federal Act on Collective Investment Schemes (CISA).

In respect to the units/shares of the fund distributed in and from Switzerland, place of performance and jurisdiction is at the registered office of the Representative in Switzerland.

The Swiss Financial Market Supervisory Authority FINMA has authorized Société Générale, Zurich Branch, to act as Swiss Representative and Paying Agent of the funds in Switzerland. The prospectus, simplified prospectus, key investor information document (KIID), articles of association, investment regulations, annual and semi-annual reports and other relevant documentation according to Art. 133 of the Swiss Federal Ordinance on Collective Investment Schemes of the Lyxor ETFs which are authorized for distribution in or from Switzerland, can be obtained free of charge at the Swiss representative office:

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