

MARKET ACCESS

Société d'Investissement à Capital Variable
11-13, Boulevard de la Foire, L-1528 Luxembourg
R.C.S. Luxembourg B 78567
(the “**Company**”)

Notice to the shareholders

Luxembourg, 26 October 2018

*To the shareholders of the sub-fund Market Access DAXglobal® Asia Index UCITS ETF (the “**Receiving Sub-Fund**”)*

Notice is hereby given to the shareholders of the Receiving Sub-Fund that the board of directors of the Company (the “**Board of Directors**”) has decided to merge the sub-funds Market Access DAXglobal® Russia Index UCITS ETF and Market Access DAXglobal® BRIC Index UCITS ETF (the “**Merging Sub-Funds**” and each a “**Merging Sub-Fund**”) into the Receiving Sub-Fund. The merger shall become effective on 05 December 2018 (the “**Effective Date**”).

This notice describes the implications of the contemplated merger. Please contact your financial advisor if you have any questions on the content of this notice. The merger may impact your tax situation. Shareholders should contact their tax advisor for specific tax advice in relation to the merger.

Capitalized terms not defined herein have the same meaning as in the prospectus of the Company.

I. Rationale for the merger and further changes to the Receiving Sub-Fund

Due to the low level of assets under management of the Merging Sub-Funds, the Board of Directors is seeking to pool all of the assets of the Merging Sub-Funds within the Receiving Sub-Fund.

The Board of Directors believes that this merger will be in the interest of shareholders in the Receiving Sub-Fund, who are expected to benefit from the increased scale of the pooled investments of the Receiving Sub-Fund and additional operational efficiencies.

In anticipation to the contemplated merger, which is more fully described in the following sections of this notice, the shareholders of the Receiving Sub-Fund are also informed that the Board of Directors has resolved to (i) change the underlying index of the Receiving Sub-Fund from DAXglobal® Asia (index ISIN DE000A0LLPV6, index Bloomberg code DXASP) (the “**Current Index**”) to iSTOXX® Asia (index ISIN CH0409951354, index Bloomberg code IXASGT) (the “**New Index**”) and (ii) to switch the investment policy of the Receiving Sub-Fund from its current synthetic replication policy to a physical replication policy (the “**Switch**”), which will be carried out on 05 December 2018. The New Index is identical to the Current Index (apart from its name) in terms of calculation methodology and index levels.

The Board of Directors believes that such changes will be in the interest of shareholders in the Receiving Sub-Fund. Although the New Index is identical to the Current Index in terms of calculation methodology and index levels, the STOXX brand in Europe is stronger and is expected to benefit the Receiving Sub-Fund.

Once the Switch is effective, the Receiving 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 New Index as set out in the Prospectus of the Company.

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

Except for the transaction costs due to the direct investment in a portfolio of transferable securities or other eligible assets, the Receiving Sub-Fund will not bear the costs associated with the Switch. Instead, this will be borne by the Company’s Sponsor, China Post Global (UK) Limited.

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

- the anticipated level of the Tracking Error of the Receiving Sub-Fund under normal market conditions will be 1.5%;
- in relation to the Receiving Sub-Fund, Shareholders may need to reassess to what extent (if any) the Switch will affect their tax position on their investment in the Sub-Fund.

As a consequence of the change to the New Index, the name of the Receiving Sub-Fund shall change as follows:

Previous name of the Receiving Sub-Fund	New name of the Receiving Sub-Fund
Market Access DAXglobal® Asia Index UCITS ETF	Market Access iSTOXX Asia Index UCITS ETF

These amendments will be reflected in the following version of the visa-stamped prospectus of the Company, expected to occur subsequently to the merger.

All other characteristics of the Receiving Sub-Fund remain unchanged.

II. Summary of the Merger

The merger will be as follows: **Market Access DAXglobal® Russia Index UCITS ETF** and **Market Access DAXglobal® BRIC Index UCITS ETF** will be merged into **Market Access DAXglobal® Asia Index UCITS ETF to be renamed Market Access iSTOXX Asia Index UCITS ETF**.

The merger shall become effective and final between the Receiving Sub-Fund and the Merging Sub-Funds on the Effective Date.

On the Effective Date, all assets and liabilities of the Merging Sub-Funds will be transferred to the Receiving Sub-Fund.

No general meeting of shareholders shall be convened in order to approve the merger and shareholders are not required to vote on the merger.

Shareholders of the Receiving Sub-Fund who do not agree with the merger have the right to request, prior to 26 November 2018 the redemption of their shares or the conversion of their shares to shares of another sub-fund of the Company, not involved in the merger, without redemption or conversion charges (other than transaction charges retained by the Receiving Sub-Fund to meet disinvestment costs). Please see the section V (*Rights of shareholders in relation to the merger*) below.

Redemptions and/or conversions of shares of the Receiving Sub-Fund without redemption or conversion charges (other than transaction charges retained by the Receiving Sub-Fund to meet disinvestment costs) will remain possible as indicated under section VI (*Procedural aspects*) below.

The merger has been approved by the *Commission de Surveillance du Secteur Financier* (the “**CSSF**”).

The timetable below summarises the key steps of the merger:

Notice sent to shareholders	26 October 2018
Calculation of share exchange ratio	04 December 2018
Calculation of final net asset value of Merging Sub-Funds	04 December 2018
Effective Date	05 December 2018

III. Impact of the merger on shareholders of the Receiving Sub-Fund

For the shareholders of the Receiving Sub-Fund, the merger will not have any foreseeable impact, except transaction costs the Receiving Sub-Fund will incur due to the cash reinvestment following the realization of the portfolios of the Merging Sub-Funds.

IV. Calculation of net asset value and share exchange ratio

For the purpose of calculating the share exchange ratio, the rules laid down in the articles of association and the prospectus of the Company for the calculation of the net asset value of the Receiving Sub-Fund will apply.

V. Rights of shareholders in relation to the merger and the changes to the Receiving Sub-Fund

No shareholder vote is required in order to carry out the merger under article 31(4)(a) of the articles of association of the Company nor for the other changes made to the Receiving Sub-Fund as described under section I above.

Shareholders of the Receiving Sub-Fund not agreeing with the merger or the changes made to the Receiving Sub-Fund will be given the possibility to request the redemption of their shares of the Receiving Sub-Fund or conversion of their shares of the Receiving Sub-Fund into shares of another sub-fund of the Company at the applicable net asset value, without any redemption or conversion charges (other than transaction charges retained by the Receiving Sub-Fund to

meet disinvestment costs) during the 30 calendar day period following the date of the present notice.

VI. Procedural aspects

1. Dealings in the Receiving Sub-Fund

Conversions and redemption of shares of the Receiving Sub-Fund without conversion or redemption charges (other than transaction charges retained by the Receiving Sub-Fund to meet disinvestment costs) will be accepted or processed until 26 November 2018.

2. Confirmation of merger

Each shareholder in the Receiving Sub-Fund will receive a notification confirming that the merger has been carried out.

3. Publications

The entry into effect of the merger shall be published on the central electronic platform of the Grand Duchy of Luxembourg, the *Recueil électronique des sociétés et associations (RESA)*. This information shall also be made publicly available, when regulatory mandatory, in other jurisdictions where shares of the Receiving Sub-Fund are distributed.

4. Approval by competent authorities

The merger has been approved by the CSSF which is the competent authority supervising the Receiving Sub-Fund in Luxembourg.

VII. Costs of the merger

China Post Global (UK) Limited will bear the legal, advisory and administrative costs and expenses associated with the preparation and completion of the merger.

VIII. Additional information

1. Merger reports

Ernst & Young, the authorized auditor of the Company in respect of the merger, will prepare reports on the merger which shall include a validation of the following items:

- 1) the criteria adopted for valuation of the assets and/or liabilities for the purposes of calculating the share exchange ratio;
- 2) where applicable, the cash payment per share;
- 3) the calculation method for determining the share exchange ratio; and
- 4) the final share exchange ratio.

The merger report regarding items 1) to 4) above shall be made available at the registered office of the Company on request and free of charge to the shareholders of the Receiving Sub-Fund and the CSSF from 13 December 2018.

2. Additional documents available

The following documents are available as from the date of the present notice at the registered office of the Company on request and free of charge to the shareholders of the Receiving Sub-Fund:

- The common draft terms of the merger drawn-up by the Board of Directors containing detailed information on the merger, including the calculation method of the share exchange ratio (the “**Common Draft Terms of the Merger**”);
- A statement by the custodian bank of the Company confirming that they have verified compliance of the Common Draft Terms of the Merger with the terms of the law of 17 December 2010 on undertakings for collective investment and the articles of association;
- The prospectus of the Company; and
- The KIID of the Receiving Sub-Fund.

Please contact your financial adviser or the registered office of the Company if you have questions regarding this matter.

Yours faithfully,

The Board of Directors