

KEY INVESTOR INFORMATION

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Lyxor Emerging Markets Local Currency Bond (DR) - UCITS ETF D-USD (the "Fund")

ISIN: LU0908501991 - A sub-fund of the investment company named Lyxor Index Fund (the "Company") domiciled in Luxembourg.

Managed by Lyxor International Asset Management S.A.S. ("LIAM")

Objectives and investment policy

The objective of the Fund is to seek revenue and capital growth by tracking the performance of local currency bonds issued by emerging market governments. Due to the specific risks linked to emerging markets, the Fund will also have as objective to maintain an adequate investment structure according to liquidity criteria.

The Fund is benchmarked with the JP Morgan GBI EM Global Diversified Index.

The Fund is actively managed by investing in a diversified portfolio of bonds and/or currency instruments of emerging countries, within a strict risk and liquidity control environment.

This active management may lead to a discrepancy between the Fund's exposure and the JP Morgan GBI EM Global Diversified Index' exposure, and therefore, may lead to a performance which is uncorrelated to the benchmark.

Updated composition of the Fund investment portfolio is available on www.lyxoretf.com.

In addition, the indicative net asset value is published on the Reuters and Bloomberg pages of the Fund, and might also be mentioned on the websites of the stock exchanges where the Fund is listed.

The share currency is the US Dollar (USD).

- **Invested financial instruments:** in order to achieve its investment objective, the management strategies that will be implemented may consist, depending on the opportunities of the markets in:
 - Investing in bonds comprised in the benchmark's universe or in a representative selection of local currency bonds issued by emerging market governments. The selection is built under liquidity, duration, convexity, maturity tranches and country constraints,
 - Investing in the derivative markets (such as index or bond futures, currency forwards or swaps, performance swaps, etc.).The Management Company may combine the 2 strategies in order to achieve its objective.
- In addition to that, the Management Company will monitor a set of liquidity indicators that may lead to a discrepancy with the exposure of the benchmark, thus leading its performance to drift potentially significantly from the JP Morgan GBI EM Global Diversified Index performance.
- **Dividend policy:** the Fund's amounts available for distribution (if any) will be distributed.
- **Net Asset Value:** the Net Asset Value per share is calculated on each Valuation Day.
- **Redemptions:** Redemption requests shall be received at or before 5:00 p.m. Luxembourg Time on any Business Day preceding a Valuation Day (D) to be executed on the Net Asset Value on D and calculated on D+1 Business Day. More details are available in the Fund's prospectus.

Risk and reward profile



The risk-return category shown above is based on the historical performance of the assets included in the Fund, or of its benchmark index. This risk estimate may therefore not represent a reliable indicator of future risk, and may be subject to change over time. The lowest category does not mean risk free investment.

Resulting from its exposure to the Benchmark Index, the Fund has been classified within category 4. Category 4 indicates that under normal market conditions a moderate loss of capital is possible ; the value of your investment may have moderate and low daily upside or downside variation.

Main risks not covered by the above indicator which could lead to a decrease in the net asset value of the Fund and which the Fund is authorized to disclose in this document (for more details about risks, please refer to the Risk Profile section of the prospectus):

- **Counterparty risk:** the Fund is exposed to the risk of bankruptcy, or any other type of default of the counterparty related to any trading transaction entered into by the Fund.
- **Risk of using FDI:** in order to reach its investment objective, the Fund enters into over-the-counter FDI which provide the performance of the Benchmark Index. The FDI could be affected by various risks such as change in law or tax events.

Charges for this Fund

The charges you pay are used to pay the costs of running the Fund including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

For any additional information regarding charges, please refer to the relevant charges section of the Fund prospectus, available at www.lyxoretf.com.

One-off charges taken before or after you invest	
Entry Charge application on primary market only:	Entry charge applicable on primary market only : Not for the benefit of the Sub-Fund : at most the highest between (i) 50 000 Euro per subscription request and (ii) 5% of the net asset value per share multiplied by the number of shares subscribed. For the benefit of the Sub-Fund: max 4 % of the net asset value per share multiplied by the number of shares subscribed.
Exit Charge application on primary market only:	Exit charge applicable on primary market only : Not for the benefit of the sub-fund : at most the highest between (i) 50 000 Euro per redemption request and (ii) 5% of the net asset value per share multiplied by the number of shares redeemed. For the benefit of the sub-fund: max 0.50% of the net asset value per share multiplied by the number of shares redeemed.
This is the maximum that might be taken out of your money before it is invested and before the proceeds of your investment are paid out. Investors can find out the actual entry charges and exit charges from their financial advisor or distributor. When investing on a stock exchange where the Fund is listed, no entry / exit charge do apply but other fees such as brokerage fees may apply.	
Charges taken from the Fund over a year.	
Ongoing charge:	0.02 %.
The rate of ongoing charges is based on the last year's expenses (including taxes, if any), for the year ending October 2016 and may vary from year to year. It excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units or shares of underlying collective investment schemes.	
Charges taken from the Fund under certain specific conditions	
Performance fee:	Not applicable.

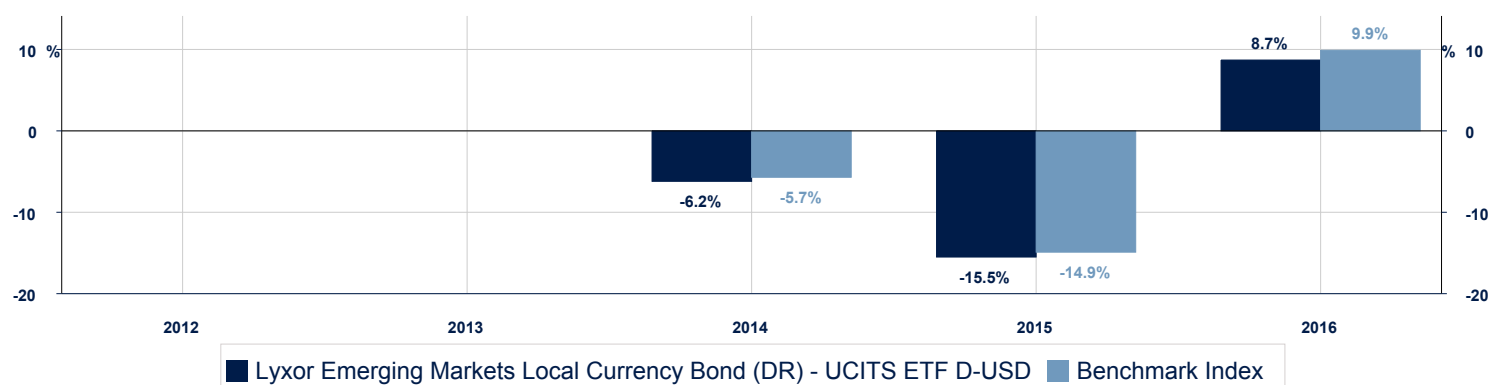
Past performance

Past performances are not a reliable indicator of future results.

The performance is disclosed in US Dollar (USD) and net of all fees charged to the Fund.

The Fund was created on 03 April 2013.

ANNUAL PERFORMANCE OF Lyxor Emerging Markets Local Currency Bond (DR) - UCITS ETF D-USD (in %)



Practical information

- **Custodian:** Société Générale Bank & Trust.
- **Tax:** tax legislation applicable in the home Member State where the Fund is domiciled may impact investors.
- **Additional information:** the Fund's prospectus, net asset value and other share class information (if any), are available on www.lyxoretf.com.

Details of the remuneration policy are available on www.lyxor.com.

The prospectus, the details of the remuneration policy, the latest annual report and semi-annual report are also available in English or in French and free of charge upon request from Lyxor Asset Management, Client Servicing, 17, Cours Valmy, Tour Société Générale, 92800 Puteaux, FRANCE.

LIAM may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.

The prospectus and periodic reports are prepared for the entire Company. The assets and liabilities of each sub-fund of the Company are segregated by law. If applicable, conversion rules between sub-funds (and related fees, if any) are detailed in the prospectus.

The Fund is authorized in Luxembourg and regulated by the CSSF.

LIAM is regulated by the *Autorité des marchés financiers* (the French Financial Markets Authority).

The key investor information is accurate and up to date as at 09 February 2017.