

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.

Lutetia Merger Arbitrage Fund - Class I USD (the "Fund")

ISIN: IE00BY2ZP273 - A sub-fund of the investment company named LYXOR NEWCITS IRL II PLC (the "Company") domiciled in Ireland. Managed by Lyxor Asset Management S.A.S. ("LAM")

Objectives and investment policy

This Fund is an active UCITS. The investments or exposure of the Fund are not linked to EONIA (the "Benchmark Index").

The Fund's objective is to outperform the interest rate on the overnight interbank market in euros (EONIA) over a recommended investment horizon of three years, by actively investing in or obtaining exposure to the equity markets (primarily Recognised Markets in Europe and North-America and to a lesser extent in other OECD countries), primarily in the context of merger and acquisition transactions.

There can be no assurance that the Fund will achieve its investment objective. Shareholders may get back substantially less than they invested if the investments of the Fund perform poorly.

The Fund does not offer a protection of capital; however, the maximum loss an investor may incur is limited to its investment in the Fund.

The share currency is the US Dollar (USD).

- **Invested financial instruments:** In order to achieve its investment objective, the Fund will be mainly exposed through direct investments or indirect investments (i.e. through the use of FDI : unfunded swaps, performance swaps, fully funded swaps and contracts for difference) to long and short positions on listed equity, securities, such as shares or common stock primarily listed on Recognised Markets in Europe and North-America and to a lesser extent in other OECD countries (the "Portfolio").
- **Dividend policy:** all the Fund's amounts available for distribution (if any) shall not be distributed to Shareholders, but reinvested.
- **Net Asset Value:** calculated each Tuesday, and if such day is not a Business Day, the immediate following Business Day or such other day or days as may be determined by the Directors and notified to Shareholders in advance provided that there shall be at least one Valuation Day every fortnight.
- **Redemptions:** 14:00 Paris Time on the relevant Valuation Day or such other time as the Directors may determine and notify to Shareholders.

Risk and reward profile



The risk-return category shown above is based on the maximum level of risk that the Fund manager may take while adhering to the Fund's strategy, as well as on its performance, where applicable. 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.

The Fund has been classified within category 6. Category 6 indicates that it is possible to suffer a severe loss of capital under normal market conditions ; the value of your investment may change substantially and have quite large 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 that any counterparty with which it has concluded an agreement or a transaction could become insolvent or otherwise default and more particularly when it has concluded financial derivative instruments over-the-counter or securities lending transactions. If such an event occurs, the net asset value of the Fund may decrease significantly. According to the regulation applicable to the Fund, such risk cannot exceed 10% of the Fund's total assets per counterparty.
- **Risk of Financial derivative Instruments:** The Fund invests in financial derivative instruments. These financial derivative instruments can induce different types of risks such as (but not limited to) leverage risk, high volatility risk, valuation risk or liquidity risk. If this risk occurs, the net asset value of the Fund may decrease significantly.
- **Operational risk:** In the event of an operational failure of the management company or one of its representatives, investors could experience loss, delay in processing subscriptions, conversions, redemptions orders or other type of disruptions.
- **Liquidity risk:** In certain circumstances, for example in case of low trading volume on financial markets, any buy or sale trade on financial instruments held by the Fund or having an impact on its value may lead to important variations of their valuations. In such circumstances, the net asset value of the Fund could be negatively affected.
- **Credit risk:** The Fund is subject to the risk that any issuer could become insolvent or to otherwise event having an impact on the credit quality of this issuer. The consequence of this risk or event may result in a decrease of the net asset value of the Fund.

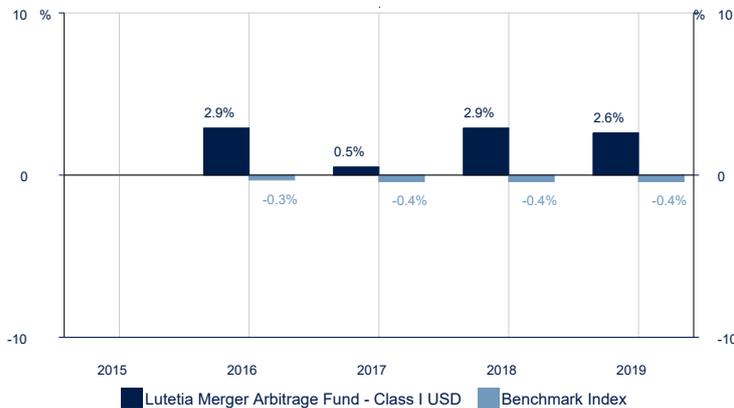
Charges for this Fund

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.lyxorfunds.com.

One-off charges taken before or after you invest	
Entry Charge:	5 % maximum.
Exit Charge:	None.
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. The entry and exit charges shown are maximum figures. In some cases you might pay less. Investors can find out the actual entry charges and exit charges from their financial advisor or distributor.	
Charges taken from the Fund over a year.	
Ongoing charge:	1.69 %.
The ongoing charges figure is based on the last year's expenses (including taxes, if any), for the year ending December 2019 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:	0.40% for the year ending 31 December 2019. Class Performance Fee is 20% of net realized and unrealized appreciation in NAV.

Past performance

Annual performance of
Lutetia Merger Arbitrage Fund - Class I USD (in %)



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 06 July 2015.

(*) The benchmark Index is EONIA. Please note that the benchmark index is for the investment objective of the fund. The additional benchmark index which is more relevant for investments in share-classes not denominated in Euro and hedged against Euro is the equivalent overnight money market rate for the currency of the related share class (if any).

Practical information

- **Custodian:** Société Générale.

Further practical information about the Fund, the latest prospectus, as well as the latest annual reports and any subsequent half yearly-report are available in French or in English, free of charge from the client servicing department of the management company, 17, Cours Valmy, Tour Société Générale 92800 Puteaux, FRANCE.

- **Additional information:** the net asset value and other share class information (if any), are available on www.lyxorfunds.com.

- **Tax:** the tax legislation applicable in the member state where the Fund is registered may have an impact on investors. Please contact your usual tax counsel for any further information.

Lyxor Asset Management 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 of the Fund.

The details of the management company's updated remuneration policy are available at www.lyxor.com or free of charge upon written request to the management company. This policy describes in particular the methods for calculating the remuneration and benefits of certain categories of employees, the bodies responsible for their allocation and the composition of the Compensation Committee.

The Fund is authorized in Ireland and supervised by the Central Bank of Ireland. Lyxor Asset Management is regulated by the Autorité des marchés financiers.

The key investor information is accurate and up to date as at February the 19th, 2020.