

# 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 Volatility Advantage II Fund A-EUR (the "Fund")

ISIN: LU1097458803 - A sub-fund of the investment company named SOLYS (the "Company") domiciled in Luxembourg. Managed by Lyxor International Asset Management S.A.S. ("LIAM")

### Objectives and investment policy

The investment objective of the Fund is to provide, over a recommended investment period of 5 years, an exposure to the Lutetia Volatility Advantage II Strategy (the "Strategy"). Designed by Lutetia Capital Investment Advisor Ltd, the Strategy uses a quantitative approach in order to select long/short futures positions on the CBOE Volatility Index VIX® (the "VIX Index"). The aim of the Strategy is to provide an exposition to futures contracts on the VIX Index in order to capture the carry premium. The Strategy may also provide a partial hedge against downside risks in equity markets.

The Fund seeks to achieve its objective by investing in a diversified basket of transferable securities (the "Basket"), including equities and fixed or variable debt instruments an OTC Derivative (the "Swap") which exchanges the value of the Basket against the value of the Strategy.

The Strategy aims at diversifying a traditional, long equity-linked portfolio, and may provide as well a hedge against downside risks in equity markets when a situation of stress periods is detected by the Strategy. In order to do so, the Strategy may take long or short positions in various VIX Index futures contracts (each a "Futures Contract"), depending on a Risk On / Risk Off indicator. "Risk On" or "Risk Off" is a concept within stock trading that describes the current market sentiment as either "Risk seeking" or "Risk averse", respectively. The Strategy, implemented in a total return format, will be exposed to Futures Contracts based on 3 different modes, as described hereafter.

(1) Risk-Off mode: the Strategy is systematically long or short on VIX Index futures contracts, in order to capture the carry premium, that is, the return in excess of the risk-free rate, that the Strategy is expected to yield except during stress periods.

(2) Risk-On mode: during stress periods, the Strategy switches to a long only volatility exposure in order to capture significant gains from volatility spikes.

(3) Risk Zero mode: the Strategy may also have no exposure to the VIX Index and will target a performance close to that of the 1-week EURIBOR net of fees.

The Strategy is denominated in EUR and the foreign exchange risk associated with investment denominated in other currencies is hedged.

The share currency is the Euro (EUR).

- **Invested financial instruments:** OTC swap, transferable securities.
- **Dividend policy:** all the Fund's amounts available for distribution (if any) shall not be distributed to Shareholders, but reinvested.
- **Net Asset Value:** is daily calculated providing that the relevant stock exchanges are open for trading and orders can be covered.
- **Redemptions:** one Business Day before any Dealing Day at 18:00 Luxembourg time at the latest

### Risk and reward profile



#### A RENSEIGNER

The Fund has been classified within category 7. Category 7 indicates that under normal market conditions, it is possible to suffer a sudden, severe and even complete capital loss : the value of your investment may change substantially and have 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): not applicable.

- **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.lyxorfunds.com](http://www.lyxorfunds.com).

One-off charges taken before or after you invest	
<b>Entry Charge:</b>	i) Entry fee for the benefit of the Fund : Up to 0.30% and ii) Entry fee not for the benefit of the Fund : Up to 1.50%
<b>Exit Charge:</b>	i) Exit fee for the benefit of the Fund : Up to 0.30% and ii) Exit fee not for the benefit of the Fund :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. 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.	
<b>Ongoing charge:</b>	2.26 %.
The rate of ongoing charges is based on the last year's expenses (including taxes, if any), for the year ending December 2017 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	
<b>Performance fee:</b>	Up to 20%

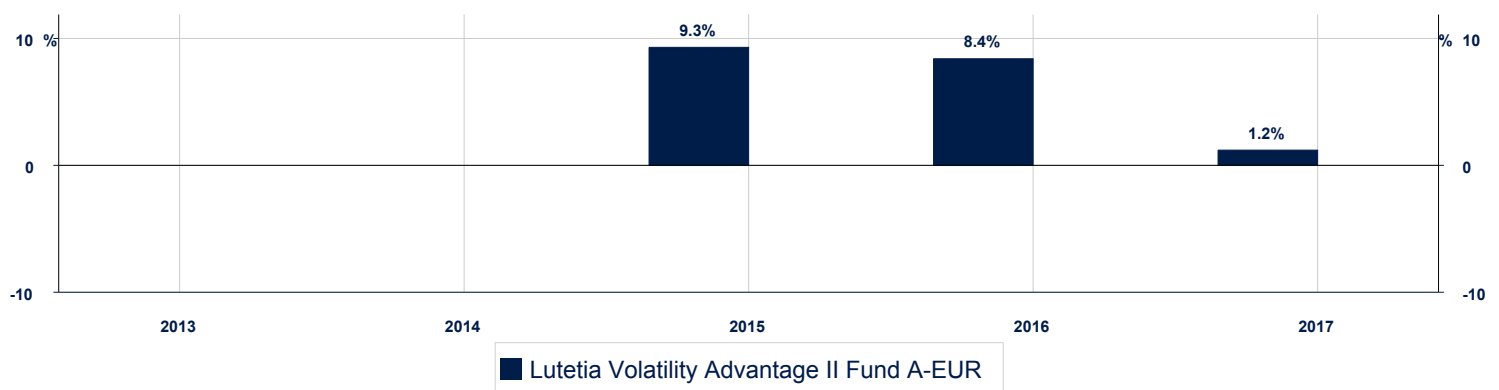
## Past performance

Past performances are not a reliable indicator of future results.

The performance is disclosed in Euro (EUR) and net of all fees charged to the Fund.

The Fund was created on 04 September 2014.

ANNUAL PERFORMANCE OF Lutetia Volatility Advantage II Fund A-EUR (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.lyxorfunds.com](http://www.lyxorfunds.com).

Details of the remuneration policy are available on [www.lyxor.com](http://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 2018.