

Concept Fund Solutions plc

Investment Company with Variable Capital
Registered Office: 78 Sir John Rogerson's Quay, Dublin 2, Ireland
Registration number: 393802
(the "Company")

IMPORTANT NOTICE TO SHAREHOLDERS OF THE COMPANY

6 July 2016

Dear Shareholder

The Board of Directors hereby informs the Shareholders of the proposed changes to the Company as described in the manner outlined below. It is expected that the changes will take effect on or about 21 July 2016.

OTC Swap Transactions:

Currently, Deutsche Bank AG acting through its London Branch ("**Deutsche Bank**") acts as swap counterparty to most of the OTC Swap Transactions entered into by the Company.

The Board of Directors hereby informs the shareholders of the Company that with respect to any Fund which is an Indirect Investment Fund entering into Unfunded Swaps, it has resolved to have the flexibility to conclude OTC Swap Transactions with counterparties other than Deutsche Bank.

As from on or about 21 July 2016, the Company may enter into OTC Swap Transactions on behalf of the Company, without further notice, with one or more Approved Counterparties that meet the requirements imposed by the Investment Manager and by the Regulations. A list of such swap counterparties will be made available on the website of the Company <http://www.etf.db.com>.

The Swap Counterparties in respect of each Fund may vary from time to time. Information in relation to the Swap Counterparties may be obtained by investors at the registered office of the Company, which is located at, 78 Sir John Rogerson's Quay, Dublin 2, Ireland and on the website of the Company, and will be disclosed in the Annual and Semi-Annual Reports of the Company.

No costs or expenses relating to the above mentioned change and its implementation will be borne by Shareholders.

In addition, the description of the Transaction Costs contained in the prospectus of the Company will be adapted in order to clarify and reflect current market practice, that such costs include any transaction costs or charges incurred by the Swap Counterparty in relation to the OTC Swap Transaction and that these costs may include, amongst other things, costs, taxes or other duties associated with the buying, selling, custody, holding or any other transactions relating to investments in transferable securities and/or OTC Swap Transactions and/or collateral. These costs may therefore vary over time in accordance with market conditions and market practice.

There will be no increase in the All-In Fee payable by the Company as a result of these changes.

Registered in Dublin as an open-ended variable capital umbrella investment company with limited liability and as an umbrella fund with segregated liability between sub-funds.

Registration Number 393802. Registered Office as above.

Directors: Tom Murray (Irish), Michael Whelan (Irish), Gerry Grimes (Irish),
Alex McKenna (British), Manooj Mistry (British)

Shareholders' attention is drawn to the fact that the Investment Objectives and Policies of the Funds will remain unchanged.

Borrowing and Lending Power:

The current prospectus disclosure of Borrowing and Lending Power is as follows:

"The Company may only borrow, for the account of a Fund, up to 10% of the Net Asset Value of a Fund provided that such borrowing is for a period of up to one month to cover a cash shortfall caused by mismatched settlement dates on purchase and sale transactions or on a temporary basis to finance repurchases. The assets of such Fund may be charged as security for any such borrowings. The Company may acquire foreign currency by means of a back to back loan agreement(s). Foreign currency obtained in this manner is not classified as borrowing for the above mentioned 10% limit provided that the offsetting deposit (a) is denominated in the Base Currency of the Fund and (b) equals or exceeds the value of the foreign currency loan outstanding. The Company may not borrow for investment purposes."

The revised disclosure of Borrowing and Lending Power, which will become effective on or about 21 July 2016, is as follows:

"The Company may only borrow, for the account of a Fund, up to 10% of the Net Asset Value of a Fund provided that such borrowing is on a temporary basis. The assets of such Fund may be charged as security for any such borrowings. The Company may acquire foreign currency by means of a back to back loan agreement(s). Foreign currency obtained in this manner is not classified as borrowing for the above mentioned 10% limit provided that the offsetting deposit (a) is denominated in the Base Currency of the Fund and (b) equals or exceeds the value of the foreign currency loan outstanding."

Shareholders' attention is drawn to the fact that the Investment Objectives and Policies of the Funds will remain unchanged.

Revised Prospectus

The change to the Borrowing and Lending Power is intended to align the terms of the prospectus of the Company (the "**Prospectus**") with the requirements of the Central Bank and the borrowing powers as described in the supplements of the Funds of the Company. The Investment Objectives and Policies of the Funds will remain unchanged.

The above mentioned changes will be reflected in a revised Prospectus to be issued on or around 21 July 2016. Revised copies of the Prospectus reflecting the above changes will be available on the website of the Company (<http://www.etf.db.com> and www.funds.db.com), and may be obtained free of charge at the Company's registered office or at the foreign representatives' offices, once available.

Capitalised terms used in this letter shall have the meaning ascribed to them in the current Prospectus unless the context otherwise requires.

If you have any queries or if any of the above is not clear you should seek advice from your stockbroker, bank manager, legal adviser, accountant or other independent financial advisor. Shareholders should also consult their own professional advisers as to the specific tax implications under the laws of the countries of their nationality, residence, domicile or incorporation.

Further information in relation to the above changes may also be obtained from the legal entities mentioned under 'Contact information' below, the offices of the foreign representatives or by sending an email to info.dbx-trackers@db.com or systematic.funds@db.com.

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We thank you for your continuing support of the Company.

Yours faithfully



Director
For and on behalf of
Concept Fund Solutions plc

Contact information

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