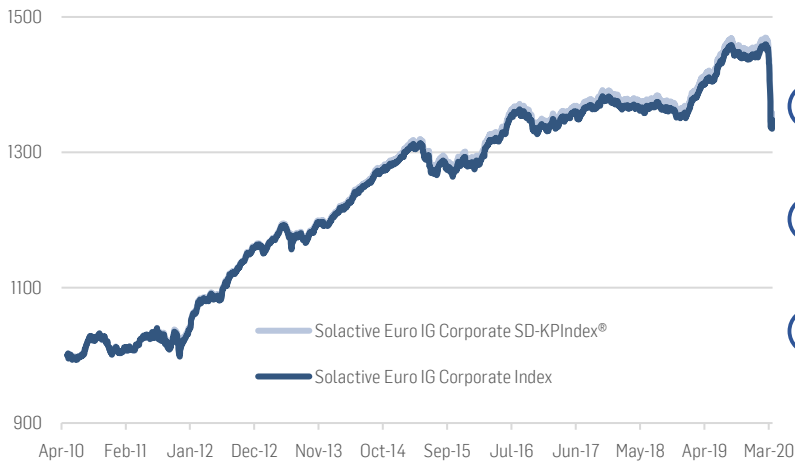





Solactive Euro IG Corporate SD-KPIndex®



Why Solactive Bond Indices?

- 
Opportunity: Easy access to EUR investment grade bonds with an ESG overlay
- 
Flexibility: The index can be customized based on the customer's specific requirements
- 
Quality: Solactive was awarded "Best Index Provider of the Year" and "Most Innovative ETF Index Provider in Europe" for 2017¹

The **Solactive Euro IG Corporate SD-KPIndex®** is a diversified, rule-based index on investment grade bonds listed in Euro with a special weighting according to the SD-KPIndex® methodology

Universe Selection

The Solactive Euro IG Corporate KPIndex® comprises the same index members as the Solactive Euro IG Corporate Index (the Benchmark).

This comprises investment grade bonds, which are denominated in Euro (EUR).

The following filters are applied:

- Amount Outstanding: min. 500 M. EUR
- Time to Maturity: at least one year to maturity on each adjustment date
- Rating: A minimum rating of BBB- from Standard & Poor's or Baa3 from Moody's Investors Service is required. If one of the rating agencies classifies a bond as investment grade, the bond may be included in the index
- Bond Types: Fixed coupon bonds, bearer bonds, zero coupon bonds, callable and puttable bonds (bonds with an announced call for the upcoming month are excluded), payment-in-kind bonds and step-up coupon bonds are eligible for inclusion in the index
- Excluded Bond Types: sinking fund bonds, floating rate bonds, convertible bonds, inflation-linked bonds, contingent convertible capital securities, covered bonds, preferred securities, securitized or collateralized bonds or collateralized debt obligations (CDOS) are not eligible for inclusion in the index



Rebalancing and weighting rules

The index members of the Benchmark Index are weighted on the basis of their prorated market value in relation to the total market value of the index. This weighting forms the basis for the weighting of the bonds in the Solactive Euro IG Corporate SD-KPIndex®.

In accordance with the SD-KPIndex® methodology, the final weighting of the index components will be as follows:

On each selection day the index components are divided into quintiles based on the corresponding SD-KPIntegration® Scores. The best 20% percent are overweighted by 50%, the second 20% by 25%, the middle quintile is neither underweighted nor overweighted and the two lower quintiles are underweighted by 25% and 50% respectively.

Bonds of companies with particularly high SD-KPIntegration® Scores are thus overweighted.

"Sustainable Development Key Performance Indicators" (SD-KPIs) are three industry-specific, particularly material ESG indicators, which were defined in SD-KPI standards by SD-M® GmbH with the support of the German Federal Environment Ministry and the Sustainability Accounting Standard Board (SASB).

As there is no exclusion of bonds, the index remains broadly diversified.

At the customer's request, bond issuers can be excluded in Customized Index variants and other index criteria can be adjusted.

¹ 15th Europe Structured Products & Derivatives Conference 2018. Available at: https://www.structuredetailproducts.com/uploads/general_files/SR/SRP's_15th_Europe_Structured_Products_&_Derivatives_Awards_Winners_2018_1.pdf
 14th Annual Global ETF Awards. Available at: <http://www.globaletfawards.com/>

Solactive Euro IG Corporate SD-KPIIndex®

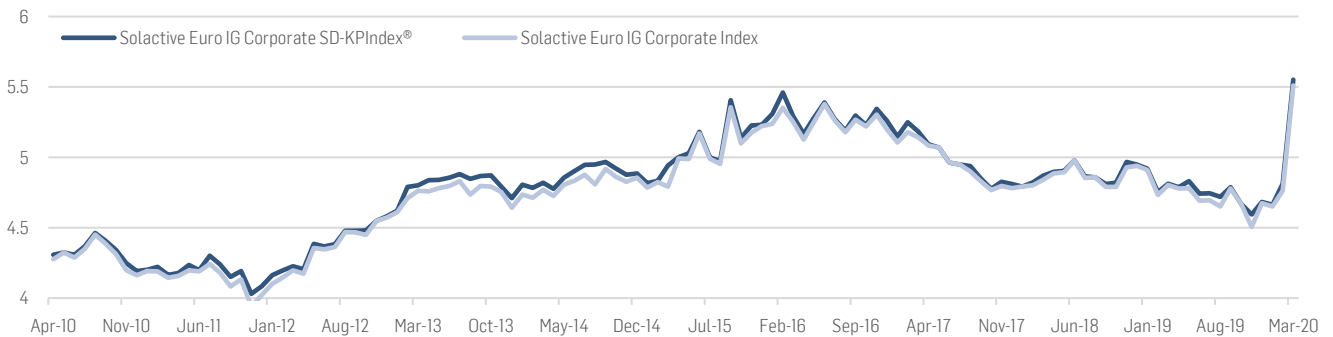
✂ Index Characteristics

| Currency | Category | Region | Return Type | Reinvestment | Price Definition | Price Provider | Start of Backtesting |
|----------|------------|--------|--------------|--------------|------------------|----------------|----------------------|
| EUR | Corporates | Global | Total Return | Monthly | Bid-Ask | ICE | 01.04.2010 |

📊 Index Performance

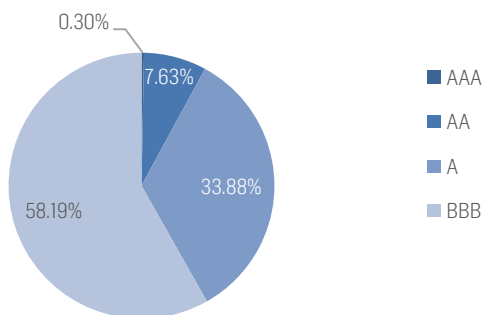
| | Solactive Euro IG Corporate SD-KPIIndex® | Solactive Euro IG Corporate Index |
|--|--|-----------------------------------|
| Annualized Performance (since the start of backtesting) | 3.06% | 2.99% |
| Annualized standard deviation (since the start of backtesting) | 2.44% | 2.43% |
| Tracking Error (since the start of backtesting) | 0.10% | 0.00% |
| Annualized Performance (1 Year) | -2.82% | -2.79% |
| Annualized standard deviation (1 Year) | 3.77% | 3.74% |
| Tracking Error (1 Year) | 0.04% | 0.00% |
| Annualized Performance (3 Years) | 0.29% | 0.23% |
| Annualized standard deviation (3 Years) | 2.60% | 2.59% |
| Tracking Error (3 Years) | 0.04% | 0.00% |

🌐 Historic Duration

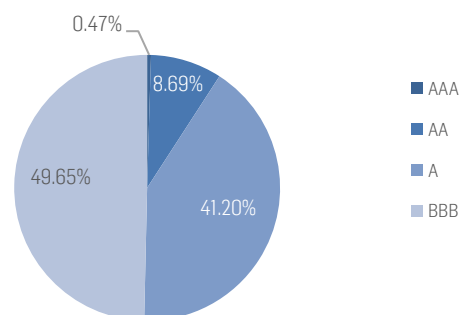


⚙ Rating Breakdown

Solactive Euro IG Corporate SD-KPIIndex®



Solactive Euro IG Corporate Index



Disclaimer

All numbers on this document are updated as of Q1 2020.

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