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# db Advisory Multibrands

## Sales Prospectus

An investment company with variable capital  
incorporated under Luxembourg law

October 1, 2015



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## Legal structure

Umbrella SICAV according to Part I of the Law of December 17, 2010, on Undertakings for Collective Investment.

## General information

The investment company described in this Sales Prospectus ("Investment Company") is an open-ended investment company with variable capital ("Société d'Investissement à Capital Variable" or "SICAV") established in Luxembourg in accordance with Part I of the Luxembourg law on Undertakings for Collective Investment of December 17, 2010 ("Law of 2010"), and in compliance with the provisions of Directive 2009/65/EC of the European Parliament and of the Council of July 13, 2009, replacing Directive 85/611/EEC, as well as the provisions of the Grand-Ducal Regulation of February 8, 2008, relating to certain definitions of the Law of December 20, 2002, on Undertakings for Collective Investment, as amended<sup>1</sup> ("Grand-Ducal Regulation of February 8, 2008"), and implementing Directive 2007/16/EC<sup>2</sup> ("Directive 2007/16/EC") in Luxembourg law.

With regard to the provisions contained in Directive 2007/16/EC and in the Grand-Ducal Regulation of February 8, 2008, the guidelines of the

Committee of European Securities Regulators (CESR) set out in the document "CESR's guidelines concerning eligible assets for investment by UCITS," as amended, provide a set of additional explanations that are to be observed in relation to the financial instruments that are applicable for UCITS falling under Directive 2009/65/EC, as amended.<sup>3</sup>

The Investment Company may offer the investor one or more sub-funds (umbrella structure) at its own discretion. The aggregate of the sub-funds produces the umbrella fund. In relation to third parties, the assets of a sub-fund are only liable for the liabilities and payment obligations involving such sub-fund. Additional sub-funds may be established and/or one or more existing sub-funds may be dissolved or merged at any time. One or more share classes can be offered to the investor within each sub-fund (multi-share-class construction). The aggregate of the share classes produces the sub-fund. Additional share classes may be established and/or one or more existing

share classes may be dissolved or merged at any time. Share classes may be consolidated into categories of shares.

The following provisions apply to all of the sub-funds set up under db Advisory Multibrands. The respective special regulations for each of the individual sub-funds are contained in the special section of the Sales Prospectus.

<sup>1</sup> Replaced by the Law of 2010.

<sup>2</sup> Commission Directive 2007/16/EC of March 19, 2007, implementing Council Directive 85/611/EEC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) as regards the clarification of certain definitions ("Directive 2007/16/EC").

<sup>3</sup> See CSSF Circular 08/339 in the currently applicable version: CESR's guidelines concerning eligible assets for investment by UCITS – March 2007, ref.: CESR/07-044; CESR's guidelines concerning eligible assets for investment by UCITS – The classification of hedge fund indices as financial indices – July 2007, ref.: CESR/07-434.

# A. Sales Prospectus – General section

## Management and Administration

### Investment Company

db Advisory Multibrands  
2, Boulevard Konrad Adenauer  
1115 Luxembourg, Luxembourg

### Board of Directors of Investment Company

Doris Marx  
Chairwoman  
Deutsche Asset & Wealth Management  
Investment S.A., Luxembourg

Manfred Bauer  
Deutsche Asset & Wealth Management  
Investment S.A., Luxembourg

Markus Kohlenbach  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

Stephan Scholl  
Deutsche Asset & Wealth Management  
International GmbH, Frankfurt/Main

### Management Company, Transfer Agent, Registrar and Main Distributor

Deutsche Asset & Wealth Management Investment S.A.  
2, Boulevard Konrad Adenauer  
1115 Luxembourg, Luxembourg

### Management Company Supervisory Board

Holger Naumann  
Chairman  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

Nathalie Bausch  
Deutsche Bank Luxembourg S.A., Luxembourg

Reinhard Bellet  
Deutsche Bank AG, Frankfurt/Main

Marzio Hug  
Deutsche Bank AG, London Branch

Dr. Boris Liedtke  
Deutsche Bank Luxembourg S.A., Luxembourg

Dr. Matthias Liermann  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

Dr. Asoka Wöhrmann  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

### Management Board of the Management Company

Manfred Bauer  
Deutsche Asset & Wealth Management  
Investment S.A., Luxembourg

Ralf Rauch  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

Martin Schönfeld  
Deutsche Asset & Wealth Management  
Investment S.A., Luxembourg

Barbara Schots  
Deutsche Asset & Wealth Management  
Investment S.A., Luxembourg

### Fund Managers

For the sub-fund **db Advisory Multibrands – PIMCO Euro Coupon Bond Fund:**  
Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11-17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*  
PIMCO Deutschland GmbH  
Seidlstraße 24–24a  
80335 Munich, Germany

For the sub-fund **db Advisory Multibrands – Franklin Templeton Global Conservative Portfolio:**  
Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*  
Franklin Templeton Investment Management Limited  
1–11 John Adam Street  
London WC2N 6HT, United Kingdom

For the sub-fund **db Advisory Multibrands – BlackRock Flexible Diversified Allocation:**  
Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*  
BlackRock Investment Management (UK) Ltd  
Drapers Gardens  
12 Throgmorton Avenue  
London EC2N 2DL, United Kingdom

#### Fund Managers (continued)

For the sub-fund **db Advisory Multibrands – Invesco Multi Asset Risk Diversified:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*

Invesco Asset Management SA  
16–18, rue de Londres  
75009 Paris, France

For the sub-fund **db Advisory Multibrands – JPMorgan Emerging Markets Active Allocation:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*

JPMorgan Asset Management (UK) Limited  
Finsbury Dials  
20 Finsbury Street  
London EC2Y 9AQ, United Kingdom

For the sub-fund **db Advisory Multibrands – Russell Global Strategic Fixed Income:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*

Russell Investments Limited  
Rex House  
10 Regent Street  
London SW1Y 4PE, United Kingdom

For the sub-fund **db Advisory Multibrands – GAM Absolute Return Strategy Fund:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*

GAM (Italia) SGR S.p.A.  
Via Duccio di Boninsegna, 10  
20145 Milano, Italy

#### Fund Managers (continued)

For the sub-fund **db Advisory Multibrands – Pictet Multi Asset Flexible Allocation:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

*Acting as sub-fund manager for this sub-fund:*

Pictet Asset Management Ltd – Italian Branch  
Via Della Moscova 3  
20121 Milano, Italy

**For all other sub-funds:**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 11–17  
60329 Frankfurt/Main, Germany

#### Custodian and Administrator

State Street Bank Luxembourg S.C.A.  
49, Avenue John F. Kennedy  
1855 Luxembourg, Luxembourg

#### Auditor

KPMG Luxembourg Société Coopérative  
39, Avenue John F. Kennedy  
1855 Luxembourg, Luxembourg

#### Sales, Information and Paying Agents

##### Luxembourg

Deutsche Bank Luxembourg S.A.  
2, Boulevard Konrad Adenauer  
1115 Luxembourg, Luxembourg

##### Italy

Deutsche Bank S.p.A.  
Piazza del Calendario 3  
20126 Milano, Italy

Finanza & Futuro Banca S.p.A.  
Piazza del Calendario 1  
20126 Milano, Italy

Deutsche Bank AG – Filiale di Milano  
Via Filippo Turati 25/27  
20121 Milano, Italy

## 1. GENERAL

The following provisions apply to all of the sub-funds set up under db Advisory Multibrands, SICAV (the "Investment Company"). The respective special regulations for each of the individual sub-funds are contained in the special section of this Sales Prospectus.

### Notes

The legal basis for the sale of sub-fund shares is the current Sales Prospectus, to be read in conjunction with the Investment Company's by-laws.

It is prohibited to provide any information or deliver any statements other than those of this Sales Prospectus. The Investment Company shall not be liable if such divergent information or explanations are supplied.

This Sales Prospectus, the Key Investor Information Document ("KIID") and the annual and semi-annual reports may be obtained free of charge from the Investment Company, the Management Company or the paying agents. Other important information will be communicated to shareholders in a suitable form by the Management Company.

### General risk warnings

Investing in the shares of the Investment Company involves risks. These can encompass or involve equity or bond market risks, interest rate, credit, default, liquidity and counterparty risks as well as exchange rate, volatility, or political risks. Any of these risks may also occur along with other risks. Some of these risks are addressed briefly below. Potential investors should possess experience of investing in instruments that are employed within the scope of the proposed investment policy. Investors should also have a clear picture of the risks involved in investing in the shares and should not make a decision to invest until they have fully consulted their legal, tax and financial advisors, auditors or other advisors about (a) the suitability of investing in the shares, taking into account their personal financial and tax situation and other circumstances, (b) the information contained in this Sales Prospectus, and (c) the respective sub-fund's investment policy.

It must be noted that investments made by a sub-fund also contain risks in addition to the opportunities for price increases. The Investment Company's shares are securities, the value of which is determined by the price fluctuations of the assets contained in the respective sub-fund. Accordingly, the value of the shares may rise or fall in comparison with the purchase price.

No assurance can therefore be given that the investment objectives will be achieved.

### Market risk

The price or market performance of financial products depends, in particular, on the performance of the capital markets, which in turn are affected by the overall economic situation and the general economic and political framework in individual countries. Irrational factors such as sentiment, opinions and rumors have an effect

on general price performance, particularly on an exchange.

### Country or transfer risk

A country risk exists when a foreign borrower, despite ability to pay, cannot make payments at all, or not on time, because of the inability or unwillingness of its country of domicile to execute transfers. This means that, for example, payments to which the respective sub-fund is entitled may not occur, or be in a currency that is no longer convertible due to restrictions on currency exchange.

### Settlement risk

Especially when investing in unlisted securities, there is a risk that settlement via a transfer system is not executed as expected because a payment or delivery did not take place in time or as agreed.

### Legal and tax risk

The legal and tax treatment of the sub-funds may change in ways that cannot be predicted or influenced. In case of a correction with tax consequences that are essentially disadvantageous for the investor, changes to the sub-fund's taxation bases for preceding fiscal years made because these bases are found to be incorrect can result in the investor having to bear the tax burden resulting from the correction of preceding fiscal years, even though he may not have had an investment in the sub-fund at the time. On the other hand, the investor may also not benefit from an essentially advantageous correction for the current or preceding fiscal years during which he had an investment in the sub-fund if the shares are redeemed or sold before the correction takes place.

In addition, a correction of tax data can result in a situation where taxable income or tax benefits are actually assessed for tax in a different assessment period to the applicable one and that this has a negative effect on the individual investor.

### Currency risk

To the extent that the sub-fund's assets are invested in currencies other than the respective sub-fund currency, the respective sub-fund will receive income, repayments and proceeds from such investments in these other currencies. If the value of this currency depreciates in relation to the sub-fund currency, the value of the sub-fund's assets is reduced.

Sub-funds offering non-base currency share classes might be exposed to positive or negative currency impacts due to time lags attached to necessary order processing and booking steps.

### Custody risk

The custody risk describes the risk resulting from the basic possibility that, in the event of insolvency, violation of due diligence or improper conduct on the part of the Custodian or any sub-custodian, the investments in custody may be removed in whole or in part from the Investment Company's access to its loss.

### Concentration risk

Additional risks may arise from a concentration of investments in particular assets or markets. The Investment Company's assets then become particularly heavily dependent on the performance of these assets or markets.

### Risk of changes in interest rates

Investors should be aware that investing in shares may involve interest rate risks. These risks may occur in the event of interest rate fluctuations in the denomination currency of the securities or the respective sub-fund.

### Political risk/regulatory risk

The Investment Company may invest its assets abroad. This involves the risk of detrimental international political developments, changes in government policy, taxation and other changes in the legal status.

### Inflation risk

All assets are subject to a risk of devaluation through inflation.

### Key individual risk

The exceptionally positive performance of a sub-fund during a particular period is also attributable to the abilities of the individuals acting in the interests of the sub-fund, and therefore to the correct decisions made by their respective management. Fund management personnel can change, however. New decision-makers might not be as successful.

### Change in the investment policy

The risk associated with the sub-fund's assets may change in terms of content due to a change in the investment policy within the range of investments permitted for the respective sub-fund's assets.

### Changes to this Sales Prospectus; liquidation or merger

The Investment Company reserves the right to change this Sales Prospectus for the respective sub-fund(s). In addition, the Investment Company may, in accordance with the provisions of its by-laws and Sales Prospectus, liquidate the sub-fund entirely or merge it with another fund's assets. For the investor, this entails the risk that the holding period planned by the investor will not be realized.

### Credit risk

Investors should be absolutely clear that an investment of this type may involve credit risks. Bonds or debt instruments involve a credit risk with regard to the issuers, for which the issuer's credit rating can be used as a benchmark. Bonds or debt instruments floated by issuers with a lower rating are generally viewed as securities with a higher credit risk and greater risk of default on the part of the issuer than those instruments that are floated by issuers with a better rating. If an issuer of bonds or debt instruments runs into financial or economic difficul-

ties, this can affect the value of the bonds or debt instruments (this value could drop to zero) and the payments made on the basis of these bonds or debt instruments (these payments could drop to zero).

#### Risk of default

In addition to the general trends on capital markets, the particular performance of each individual issuer also affects the price of an investment. The risk of a decline in the assets of issuers, for example, cannot be eliminated even by the most careful selection of the securities.

#### Risks connected to derivative transactions

Buying and selling options, as well as the conclusion of futures contracts or swaps, involves the following risks:

- Price changes in the underlying instrument can cause a decrease in the value of the option or future contract, and even result in a total loss. Changes in the value of the assets underlying a swap can also result in losses for the respective sub-fund assets.
- Any necessary back-to-back transactions (closing of position) incur costs which can cause a decrease in the value of the sub-fund's assets.
- The leverage effect of options may alter the value of the sub-fund's assets more strongly than the direct purchase of the underlying instruments would.
- The purchase of options entails the risk that the options are not exercised because the prices of the underlying instruments do not change as expected, meaning that the sub-fund's assets lose the option premium they paid. If options are sold, there is the risk that the sub-fund may be obliged to buy assets at a price that is higher than the current market price, or obliged to deliver assets at a price which is lower than the current market price. In that case, the sub-fund will suffer from a loss amounting to the price difference minus the option premium which had been received.
- Futures contracts also entail the risk that the sub-fund's assets may make losses due to market prices not having developed as expected at maturity.

#### Risk connected to the acquisition of shares of investment funds

When investing in shares of target funds, it must be taken into consideration that the fund managers of the individual target funds act independently of one another and that therefore multiple target funds may follow investment strategies which are identical or contrary to one another. This can result in a cumulative effect of existing risks, and any opportunities might be offset.

#### Risks relating to investments in contingent convertibles

Contingent convertibles ("CoCos") are a form of hybrid capital security that are from the per-

spective of the issuer part of certain capital requirements and capital buffers. Depending on their terms & conditions, CoCos intend to either convert into equity or have their principal written down upon the occurrence of certain 'triggers' linked to regulatory capital thresholds or the conversion event can be triggered by the supervisory authority beyond the control of the issuer, if supervisory authorities question the continued viability of the issuer or any affiliated company as a going-concern.

After a trigger event, the recovery of the principal value mainly depends on the structure of the CoCo, according to which nominal losses of the CoCo can be fully or partially absorbed using one of the three different methodologies: Equity Conversion, Temporary Write-Down or Permanent Write-Down. In case of temporary write-down feature, the write-up is fully discretionary and subject to certain regulatory restrictions. Any distributions of remaining capital payable after the trigger event will be based on the reduced principal. A CoCo investor may suffer losses before equity investors and other debt holders in relation to the same issuer.

CoCo terms structures may be complex and may vary from issuer to issuer and bond to bond, following minimum requirements as laid out in the EU Capital Requirements Directive IV / Capital Requirements (CRD IV / CRR). There are additional risks which are associated with investing in CoCos like:

- a) Risk of falling below the specified trigger level (trigger level risk)

The probability and the risk of a conversion or of a write-down are determined by the difference between the trigger level and the capital ratio of the CoCo issuer currently required for regulatory purposes.

The mechanical trigger is at least 5.125% of the regulatory capital ratio or higher, as set out in the issue prospectus of the respective CoCo. Especially in the case of a high trigger, CoCo investors may lose the capital invested, for example in the case of a write-down of the nominal value or conversion into equity capital (shares).

At sub-fund level, this means that the actual risk of falling below the trigger level is difficult to assess in advance because, for example, the capital ratio of the issuer may only be published quarterly and therefore the actual gap between the trigger level and the capital ratio is only known at the time of publication.

- b) Risk of suspension of the coupon payment (coupon cancellation risk)

The issuer or the supervisory authority can suspend the coupon payments at any time. Any coupon payments missed out on are not made up for when coupon payments are resumed. For the CoCo investor, there is a risk that not all of the coupon payments expected at the time of acquisition will be received.

- c) Risk of a change to the coupon (coupon calculation / reset risk)

If the CoCo is not called by the CoCo issuer on the specified call date, the issuer can re-define the terms and conditions of issue. If the issuer does not call the CoCo, the amount of the coupon can be changed on the call date.

- d) Risk due to prudential requirements (conversion and write down risk)

A number of minimum requirements in relation to the equity capital of banks were defined in CRD IV. The amount of the required capital buffer differs from country to country in accordance with the respective valid regulatory law applicable to the issuer.

At sub-fund level, the different national requirements have the consequence that the conversion as a result of the discretionary trigger or the suspension of the coupon payments can be triggered accordingly depending on the regulatory law applicable to the issuer and that an additional uncertainty factor exists for the CoCo investor, or the investor, depending on the national conditions and the sole judgment of the respective competent supervisory authority.

Moreover, the opinion of the respective supervisory authority, as well as the criteria of relevance for the opinion in the individual case, cannot be conclusively assessed in advance.

- e) Call risk and risk of the competent supervisory authority preventing a call (call extension risk)

CoCos are perpetual long-term debt securities that are callable by the issuer at certain call dates defined in the issue prospectus. The decision to call is made at the discretion of the issuer, but it does require the approval of the issuer's competent supervisory authority. The supervisory authority makes its decision in accordance with applicable regulatory law.

The CoCo investor can only resell the CoCo on a secondary market, which in turn is associated with corresponding market and liquidity risks.

- f) Equity risk and subordination risk (capital structure inversion risk)

In the case of conversion to equities, CoCo investors become shareholders when the trigger occurs. In the event of insolvency, claims of shareholders may have subordinate priority and be dependent on the remaining funds available. Therefore, the conversion of the CoCo may lead to a total loss of capital.

- g) Industry concentration risk

Industry concentration risk can arise from uneven distribution of exposures to financials due to the specific structure of CoCos. CoCos are required by law to be part of the capital structure of financial institutions.

- h) Liquidity risk

CoCos bear a liquidity risk in stressed market conditions due to a specialized investor base

and lower overall market volume compared to plain-vanilla bonds.

i) Yield valuation risk

Due to the callable nature of CoCos it is not certain what calculation date to use in yield calculations. At every call date there is the risk that the maturity of the bond will be extended and the yield calculation needs to be changed to the new date, which can result in a yield change.

j) Unknown risk

Due to the innovative character of the CoCos and the ongoing changing regulatory environment for financial institutions, there could occur risks which cannot be foreseen at the current stage.

For further details please refer to the ESMA statement (ESMA/2014/944) from July 31, 2014 'Potential Risks Associated with Investing in Contingent Convertible Instruments'

**Liquidity risk**

Liquidity risks arise when a particular security is difficult to dispose of. In principle, acquisitions for a sub-fund must only consist of securities that can be sold again at any time. Nevertheless, it may be difficult to sell particular securities at the desired time during certain phases or in particular exchange segments. There is also the risk that securities traded in a rather narrow market segment will be subject to considerable price volatility.

**Assets in the emerging markets**

Investing in assets from the emerging markets generally entails a greater risk (potentially including considerable legal, economic and political risks) than investing in assets from the markets of industrialized countries.

Emerging markets are markets that are, by definition, "in a state of transition" and are therefore exposed to rapid political change and economic declines. During the past few years, there have been significant political, economic and societal changes in many emerging-market countries. In many cases, political considerations have led to substantial economic and societal tensions, and in some cases these countries have experienced both political and economic instability. Political or economic instability can influence investor confidence, which in turn can have a negative effect on exchange rates, security prices or other assets in emerging markets.

The exchange rates and the prices of securities and other assets in the emerging markets are often extremely volatile. Among other things, changes to these prices are caused by interest rates, changes to the balance of demand and supply, external forces affecting the market (especially in connection with important trading partners), trade-related, tax-related or monetary policies, governmental policies as well as international political and economic events.

In most cases, the securities markets in the emerging markets are still in their primary stage of development. This may result in risks and practices (such

as increased volatility) that usually do not occur in developed securities markets and which may have a negative influence on the securities listed on the stock exchanges of these countries. Moreover, the markets in emerging-market countries are frequently characterized by illiquidity in the form of low turnover of some of the listed securities.

In comparison to other types of investment that carry a smaller risk, it is important to note that exchange rates, securities and other assets from emerging markets are more likely to be sold as a result of the "flight into quality" effect in times of economic stagnation.

**Investments in Russia**

If provided for in the special section of the Sales Prospectus for a particular sub-fund, sub-funds may, within the scope of their respective investment policies, invest in securities that are traded on the Moscow Exchange (MICEX-RTS). The exchange is a recognized and regulated market as defined by article 41(1) of the Law of 2010. Additional details are specified in the respective special section of the Sales Prospectus.

**Custody and registration risk in Russia**

- Even though commitments in the Russian equity markets are well covered through the use of GDRs and ADRs, individual sub-funds may, in accordance with their investment policies, invest in securities that might require the use of local depository and/or custodial services. At present, the proof of legal ownership of equities in Russia is delivered in book-entry form.
- The Shareholder Register is of decisive importance in the custody and registration procedure. Registrars are not subject to any real government supervision, and the sub-fund could lose its registration through fraud, negligence or just plain oversight. Moreover, in practice, there was and is no really strict adherence to the regulation in Russia under which companies having more than 1,000 shareholders must employ their own independent registrars who fulfill the legally prescribed criteria. Given this lack of independence, the management of a company may be able to exert potentially considerable influence over the compilation of the shareholders of the Investment Company.
- Any distortion or destruction of the register could have a material adverse effect on the interest held by the sub-fund in the corresponding shares of the Investment Company or, in some cases, even completely eliminate such a holding. Neither the sub-fund nor the fund manager nor the Custodian nor the Management Company nor the board of directors of the Investment Company (the "Board of Directors") nor any of the sales agents is in a position to make any representations or warranties or provide any guarantees with respect to the actions or services of the registrar. This risk is borne by the sub-fund.

At present, Russian law does not provide for the concept of the good-faith acquirer as it is usually the case in western legislation. As a result of this, under Russian law, an acquirer of securities (with

the exception of cash instruments and bearer instruments), accepts such securities subject to possible restrictions of claims and ownership that could have existed with respect to the seller or previous owner of these securities. The Russian Federal Commission for Securities and Capital Markets is currently working on draft legislation to provide for the concept of the good-faith acquirer. However, there is no assurance that such a law will apply retroactively to purchases of shares previously undertaken by the sub-fund. Accordingly, it is possible at this point in time that the ownership of equities by a sub-fund could be contested by a previous owner from whom the equities were acquired; such an event could have an adverse effect on the assets of that sub-fund.

**Counterparty risk**

When a sub-fund conducts over-the-counter (OTC) transactions, it may be exposed to risks relating to the credit standing of its counterparties and to their ability to fulfill the conditions of the contracts it enters into with them. The respective sub-fund may consequently enter into futures, options and swap transactions or use other derivative techniques, for example total return swaps, which will expose that sub-fund to the risk of a counterparty not fulfilling its obligations under a particular contract.

In the event of a bankruptcy or insolvency of a counterparty, the respective sub-fund could experience delays in liquidating the position and significant losses, including declines in the value of its investment during the period in which the fund seeks to enforce its rights, inability to realise any gains on its investment during such period and fees and expenses incurred in enforcing its rights. There is also a possibility that the above agreements and derivative techniques are terminated due, for instance, to bankruptcy, supervening illegality or change in the tax or accounting laws relative to those at the time the agreement was originated.

Sub-funds may participate in transactions on over-the-counter markets and interdealer markets. The participants in such markets are typically not subject to credit evaluation and regulatory oversight as are members of "exchange-based" markets. To the extent a sub-fund invests in swaps, derivative or synthetic instruments, or other over-the-counter transactions, on these markets, such sub-fund may take credit risk with regard to parties with whom it trades and may also bear the risk of settlement default. These risks may differ materially from those entailed in exchange-traded transactions which generally are backed by clearing organisation guarantees, daily marking-to-market and settlement, and segregation and minimum capital requirements applicable to intermediaries. Transactions entered directly between two counterparties generally do not benefit from such protections.

This exposes the respective sub-fund to the risk that a counterparty will not settle a transaction in accordance with its terms and conditions because of a dispute over the terms of the contract (whether or not bona fide) or because of a credit or liquidity problem, thus causing the sub-fund to suffer a loss. Such "counterparty risk" is accentuated for contracts with longer maturities where events may intervene to prevent settle-

ment, or where the fund has concentrated its transactions with a single or small group of counterparties. In addition, in the case of a default, the respective sub-fund could become subject to adverse market movements while replacement transactions are executed. The sub-funds are not restricted from dealing with any particular counterparty or from concentrating any or all of their transactions with one counterparty. The ability of the sub-funds to transact business with any one or a number of counterparties, the lack of any meaningful and independent evaluation of such counterparties' financial capabilities and the absence of a regulated market to facilitate settlement may increase the potential for losses by the sub-funds.

#### **Risks related to securities lending and (reverse) repurchase agreements**

If the other party to a (reverse) repurchase agreement or securities lending transaction should default, the sub-fund might suffer a loss to the extent that the proceeds from the sale of the underlying securities and/or other collateral held by the sub-fund in connection with the securities lending transaction or (reverse) repurchase agreement are less than the repurchase price or, as the case may be, the value of the underlying securities. In addition, in the event of bankruptcy or similar proceedings of the party to a (reverse) repurchase agreement or a securities lending transaction or its failure otherwise to perform its obligations on the repurchase date, the sub-fund could suffer losses, including loss of interest on or principal of the securities and costs associated with delay and enforcement of the (reverse) repurchase agreement or securities lending transaction. Although it is expected that the use of repurchase agreements, reverse repurchase agreements and securities lending transactions will generally not have a material impact on a sub-fund's performance, the use of such techniques may have a significant effect, either negative or positive, on a sub-fund's NAV.

#### **Investment policy**

Each sub-fund's assets shall be invested in compliance with the principle of risk-spreading and pursuant to the investment policy principles laid down in the respective special section of this Sales Prospectus and in accordance with the investment options and restrictions of clause 3 of the general section of the Sales Prospectus.

#### **Performance benchmark**

A sub-fund may use a financial index as performance benchmark for performance comparison purposes only and will not attempt to replicate the investment positions of such index. If a performance benchmark is used for the respective sub-fund, further information may be found in the special section of the Sales Prospectus. If a financial index is used for investment strategy purposes, the investment policy of the respective sub-fund will reflect such approach (see also section "Use of financial indices" of this Sales Prospectus).

#### **Efficient portfolio management techniques**

According to CSSF Circular 13/559 efficient portfolio management techniques can be used for the Investment Company. These include all sorts

of derivative transactions as well as securities lending transactions and (reverse) repurchase agreements.

#### **Use of derivatives**

The respective sub-fund may – provided an appropriate risk management system is in place – invest in any type of derivative admitted by the Law of 2010 that is derived from assets that may be purchased for the respective sub-fund or from financial indices, interest rates, exchange rates or currencies. In particular, this includes options, financial futures contracts and swaps, as well as combinations thereof. Their use need not be limited to hedging the sub-fund's assets; they may also be part of the investment policy.

Trading in derivatives is conducted within the confines of the investment limits and provides for the efficient management of the sub-fund's assets, while also regulating investment maturities and risks.

#### **Swaps**

The Management Company may, amongst others, conduct the following swap transactions for the account of the respective sub-fund within the scope of the investment principles:

- interest-rate swaps;
- currency swaps;
- equity swaps;
- credit default swaps;
- total return swaps.

Swap transactions are exchange contracts in which the parties swap the assets or risks underlying the respective transaction.

#### **Total Return Swaps**

As far as a sub-fund employs total return swaps or other derivatives with similar characteristics which are essential for the implementation of the investment strategy of the sub-fund, information will be provided in the special sections of the Sales Prospectus on issues such as the underlying strategy or the counterparty.

#### **Swaptions**

Swaptions are options on swaps. A swaption is the right, but not the obligation, to conduct a swap transaction, the terms of which are precisely specified, at a certain point in time or within a certain period.

#### **Credit default swaps**

Credit default swaps are credit derivatives that enable the transfer of a volume of potential credit defaults to other parties. As compensation for accepting the credit default risk, the seller of the risk (the protection buyer) pays a premium to its counterparty.

In all other aspects, the information for swaps applies accordingly.

#### **Synthetic Dynamic Underlying (SDU)**

**The respective sub-fund may use SDU, if (a) an appropriate risk management system is in place**

**and (b) such investment is in compliance with the relevant investment policy and the investment restrictions of such sub-fund. In such case the relevant sub-fund may participate via specific instruments in accordance with article 41 (1) g) of the Law of 2010, such as swaps and forwards in the performance of a synthetic portfolio notionally comprised of certain cash instruments, credit derivatives and other investments. Should the synthetic portfolio comprise of any derivative components, it will be ensured that the relevant underlying of such derivative components will only contain eligible assets for a UCITS IV compliant investment fund. The synthetic portfolio will be managed by a first class financial institution who determines the composition of the synthetic portfolio and who is bound by clearly defined portfolio guidelines. The valuation of the synthetic assets will be ensured at or after cut-off time of the respective sub-fund and risk reports will be issued. Furthermore these investments are subject to article 43 (1) of the Law of 2010 and to article 8 of the Grand Ducal Regulation of February 8, 2008.**

#### **Financial instruments certificated in securities**

The respective sub-fund may also acquire the financial instruments described above if they are certificated in securities. The transactions pertaining to financial instruments may also be just partially contained in such securities (e.g. warrant-linked bonds). The statements on opportunities and risks apply accordingly to such certificated financial instruments, but with the condition that the risk of loss in the case of certificated instruments is limited to the value of the security.

#### **OTC derivative transactions**

The respective sub-fund may conduct both those derivative transactions admitted for trading on an exchange or included in another regulated market and over-the-counter (OTC) transactions. It shall include a process for accurate and independent assessment of the value of OTC derivative instruments.

#### **Securities lending and (reverse) repurchase transactions**

The Investment Company is allowed to transfer securities from its own assets for a certain time to the counterparty against compensation at market rates. The Investment Company ensures that it is able to recall any security that has been lent out or terminate any securities lending agreement into which it has entered.

##### **a. Securities Lending and Borrowing**

Unless further restricted by the investment policies of a specific sub-fund as described in the special sections below, the Investment Company may enter into securities lending and borrowing transactions. The applicable restrictions can be found in CSSF Circular 08/356 as amended from time to time.

Those transactions may be entered into for one or more of the following aims: (i) reduction of risk, (ii) reduction of cost and (iii) generation of additional capital or income with a level of risk which is consistent with the

risk profile of the relevant sub-fund and the applicable risk diversification rules. Those transactions may be carried out for 100% of the assets held by the relevant sub-fund provided (i) that their volume is kept at an appropriate level or that the Investment Company or relevant sub-fund manager is entitled to request the return of the securities lent in a manner that enables the sub-fund at all times to meet its redemption obligations and (ii) that these transactions do not jeopardise the management of the sub-fund's assets in accordance with its investment policy. Their risks shall be captured by the risk management process of the Management Company.

The Investment Company or the relevant sub-fund manager may enter into securities lending and borrowing transactions provided that they comply with the following rules:

- (i) The Investment Company may only lend securities through a standardised system organised by a recognised clearing institution or through a first class financial institution subject to prudential supervision rules which are recognised by the CSSF as equivalent to those laid down in Community law and specializing in this type of transaction.
- (ii) The borrower must be subject to prudential supervision rules considered by the CSSF as equivalent to those prescribed by Community law.
- (iii) The counterparty risk vis-à-vis a single counterparty (which, for the avoidance of doubt, may be reduced by the use of collateral) arising from one or more securities lending transaction(s) may not exceed 10% of the assets of the relevant sub-fund when the counterparty is a financial institution falling within Article 41 (1) (f) of the Law of 2010, or 5% of its assets in all other cases.

The Investment Company shall disclose the global valuation of the securities lent in the annual and semi-annual reports.

Securities lending may also be conducted synthetically ("synthetic securities lending"). In a synthetic securities loan, a security contained in a sub-fund is sold to a counterparty at the current market price. This sale is, however, subject to the condition that the sub-fund simultaneously receives from the counterparty a securitized unleveraged option giving the sub-fund the right to demand delivery at a later date of securities of the same kind, quality and quantity as the sold securities. The price of the option (the "option price") is equal to the current market price received from the sale of the securities less (a) the securities lending fee, (b) the income (e.g., dividends, interest payments, corporate actions) from the securities that can be demanded back upon exercise of the option and (c) the exercise price associated with the option. The option will be exercised at the exercise price during the term of the option. If the security underlying the synthetic securities loan is to be sold during the term of the

option in order to implement the investment strategy, such a sale may also be executed by selling the option at the then prevailing market price less the exercise price.

Securities lending transactions may also, as the case may be, be entered into with respect to individual share classes, taking into account the specific characteristics of such share class and/or its investors, with any right to income and collateral under such securities lending transactions arising at the level of such specific share class.

#### **b. (Reverse) Repurchase Agreement Transactions**

Unless otherwise provided for with respect to a specific sub-fund in the special sections below, the Investment Company may enter (i) into repurchase agreement transactions which consist of the purchase and sale of securities with a clause reserving the seller the right or the obligation to repurchase from the acquirer the securities sold at a price and term specified by the two parties in their contractual arrangement and (ii) reverse repurchase agreement transactions, which consist of a forward transaction at the maturity of which the seller (counterparty) has the obligation to repurchase the securities sold and the Investment Company the obligation to return the securities received under the transaction (collectively, the "repo transactions").

The Investment Company can act either as purchaser or seller in repo transactions or a series of continuing repo transactions. Its involvement in such transactions is, however, subject to the following rules:

- (i) The Investment Company may not buy or sell securities using a repo transaction unless the counterparty in such transactions is subject to prudential supervision rules considered by the CSSF as equivalent to those prescribed by Community law.
- (ii) The counterparty risk vis-à-vis a single counterparty (which, for the avoidance of doubt, may be reduced by the use of collateral) arising from one or more repo transaction(s) may not exceed 10% of the assets of the relevant sub-fund when the counterparty is a financial institution falling within Article 41 (1) (f) of the Law of 2010, or 5% of its assets in all other cases.
- (iii) During the life of a repo transaction with the Investment Company acting as purchaser, the Investment Company cannot sell the securities which are the object of the contract, either before the right to repurchase these securities has been exercised by the counterparty, or the repurchase term has expired, except to the extent it has other means of coverage.
- (iv) The securities acquired by the Investment Company under repo transactions must conform to the sub-fund's investment policy and investment restrictions and must be limited to:

- short-term bank certificates or money market instruments as defined in Directive 2007/16/EC of March 19, 2007;
- bonds issued or guaranteed by a Member State of the OECD or by their local public authorities or by supranational institutions and undertakings with EU, regional or world-wide scope;
- shares or units issued by money market UCIs calculating a daily net asset value and being assigned a rating of AAA or its equivalent;
- bonds issued by non-governmental issuers offering an adequate liquidity; and
- shares quoted or negotiated on a regulated market of a EU Member State or on a stock exchange of a Member State of the OECD, on the condition that these shares are included in a main index.

The Investment Company shall disclose the total amount of the open repo transactions on the date of reference of its annual and semi-annual reports. Repo transactions may also, as the case may be, be entered into with respect to individual share classes, taking into account the specific characteristics of such share class and/or its investors, with any right to income and collateral under such repo transactions arising at the level of such specific share class.

#### **Collateral policy for OTC derivatives transactions and efficient portfolio management techniques**

The Investment Company can receive collateral for OTC derivatives transactions and reverse repurchase agreements to reduce the counterparty risk. In the context of its securities lending transactions, the Investment Company has to receive collateral, the value of which matches at least 90% of the total value of the securities lent during the term of the agreement (with considerations of interests, dividends, other potential rights and possibly agreed reductions or minimum transfer amounts).

The Investment Company can accept any kind of collateral corresponding to the rules of the CSSF circulars 08/356, 11/512 and 13/559.

- I. In case of securities lending such collateral must be received prior to or, simultaneously with the transfer of the securities lent. When the securities are lent through intermediaries, the transfer of the securities lent may be affected prior to receipt of the collateral, if the relevant intermediary ensures proper completion of the transaction. Said intermediary may provide collateral in lieu of the borrower.
- II. In principle, collateral for securities lending transactions, reverse repurchase agreements and any business with OTC derivatives (except for currency forward contracts) must be given in the form of:
  - liquid assets such as cash, short term bank deposits, money market instruments

as defined in Directive 2007/16/EC of March 19, 2007, letters of credit and guarantees at first demand issued by a first class credit institution not affiliated to the counterparty and/or bonds issued or guaranteed by a Member State of the OECD or by their local authorities or by supranational institutions and undertakings of a community, regional or worldwide nature;

- shares or units issued by money market-type UCIs calculating a daily net asset value and having a rating of AAA or its equivalent;
- shares or units issued by UCITS investing mainly in bonds/shares mentioned in the following two indents;
- bonds issued or guaranteed by first class issuers offering an adequate liquidity; or
- shares admitted to or dealt in on a regulated market of a Member State of the European Union or on a stock exchange of a Member State of the OECD, provided that these shares are included in a main index.

III. The collateral given under any form other than cash or shares/units of a UCI/UCITS must be issued by an entity not affiliated to the counterparty.

IV. When the collateral given in the form of cash exposes the Investment Company to a credit risk vis-à-vis the trustee of this collateral, such exposure shall be subject to the 20% limitation as laid down in Article 43 (1) of the Law of 2010. Moreover such cash collateral shall not be safekept by the counterparty unless it is legally protected from consequences of default of the latter.

V. The collateral given in a form other than cash shall not be safekept by the counterparty, except if it is adequately segregated from the latter's own assets.

VI. If the collateral meets a number of criteria such as the standards for liquidity, valuation, solvency of the issuer, correlation and diversification, it may be offset against the gross commitment of the counterparty. If the collateral is offset, its value can be reduced depending on the price volatility of the collateral by a certain percentage (a "haircut"), which shall absorb short-term fluctuations to the value of the engagement and the collateral. In general, cash collateral will not be subject to a haircut.

The criterion of sufficient diversification with respect to issuer concentration is considered to be respected if the sub-fund receives from a counterparty of OTC derivative transactions or efficient portfolio management techniques transactions a basket of collateral with a maximum exposure to a given issuer of 20% of its net asset value. When a sub-fund is exposed to different counterparties, the different baskets of collateral should be aggregated to calculate the 20% limit of exposure to a single issuer.

VII. The Investment Company pursues a strategy for the assessment of haircuts applied to fi-

ancial assets which are accepted as collateral ("haircut strategy").

The haircuts applied to the collateral refer to:

- a) the creditworthiness of the counterparty,
- b) the liquidity of the collateral,
- c) their price volatility,
- d) the solvency of the issuer, and/or
- e) the country or market where the collateral is traded.

In general, collateral received in relation to OTC derivative transactions is subject to a minimum haircut of 2%, e. g. short-term government bonds with an excellent rating. Consequently, the value of such collateral must exceed the value of the secured claim by at least 2% and thus achieve an overcollateralization ratio of at least 102%. A correspondingly higher haircut of currently up to 33%, and thus a higher overcollateralization ratio of 133%, is applicable to securities with longer maturities or securities issued by lower-rated issuers. In general, overcollateralization in relation to OTC derivative transactions ranges between the following values:

#### OTC derivative transactions

Overcollateralization ratio 102% to 133%

Within the context of securities lending transactions, an excellent credit rating of the counterparty and of the collateral may prevent the application of a collateral-specific haircut. However, for lower-rated shares and other securities, higher haircuts may be applicable, taking into account the creditworthiness of the counterparty. In general, overcollateralization in relation to securities lending transactions ranges between the following values:

#### Securities lending transactions

Overcollateralization ratio required for government bonds with an excellent credit rating 103% to 105%

Overcollateralization ratio required for government bonds with a lower investment grade 103% to 115%

Overcollateralization ratio required for corporate bonds with an excellent credit rating 105%

Overcollateralization ratio required for corporate bonds with a lower investment grade 107% to 115%

Overcollateralization ratio required for Blue Chips and Mid Caps 105%

VIII. The haircuts applied are checked for their adequacy regularly, at least annually, and will be adapted if necessary.

IX. The Investment Company (or its delegates) shall proceed on a daily basis to the valuation of the collateral received. In case the value

of the collateral already granted appears to be insufficient in comparison with the amount to be covered, the counterparty shall provide additional collateral at very short term. If appropriate, safety margins shall apply in order to take into consideration exchange risks or market risks inherent to the assets accepted as collateral.

X. It shall be ensured that the Investment Company is able to claim its rights on the collateral in case of the occurrence of an event requiring the execution thereof, meaning that the collateral shall be available at all times, either directly or through the intermediary of a first class financial institution or a wholly-owned subsidiary of this institution, in such a manner that the Investment Company is able to appropriate or realise the assets given as collateral, without delay, if the counterparty does not comply with its obligation to return the securities lent.

XI. During the duration of the agreement, the collateral cannot be sold or given as a security or pledged, except if the Investment Company has other means of coverage.

XII. A sub-fund receiving collateral for at least 30% of its assets should assess the risk involved through regular stress tests carried out under normal and exceptional liquidity conditions to assess the consequences of changes to the market value and the liquidity risk attached to the collateral. The liquidity stress testing policy should prescribe the following:

- a) design of stress test scenario analysis including calibration, certification and sensitivity analysis;
- b) empirical approach to impact assessment, including back-testing of liquidity risk estimates;
- c) reporting frequency and limit/loss tolerance threshold/s; and
- d) mitigation actions to reduce loss including haircut policy and gap risk protection.

#### Use of financial indices

If it is foreseen in the special section of this Sales Prospectus, the aim of the investment policy may be to replicate the composition of a certain index respectively of a certain index by use of leverage. However, the index must comply with the following conditions:

- its composition is sufficiently diversified;
- the index represents an adequate benchmark for the market to which it refers; and
- it is published in an appropriate manner.

When an index is replicated, the frequency of the adjustment of the index composition depends on the respective index. Normally, the composition of the index is adjusted semi-annually, quarterly or monthly. Additional costs may arise due to the replication and adjustment of the composition of the index, which might reduce the value of the sub-fund's net assets.

## Risk management

The sub-funds shall include a risk management process that enables the Management Company to monitor and measure at any time the risk of the positions and their contribution to the overall risk profile of the portfolio.

The Management Company monitors every sub-fund in accordance with the requirements of Ordinance 10-04 of the Commission de Surveillance du Secteur Financier ("CSSF") and in particular CSSF Circular 11-512 dated May 30, 2011, and the "Guidelines on Risk Measurement and the Calculation of Global Exposure and Counterparty Risk for UCITS" by the Committee of European Securities Regulators (CESR/10-788) as well as CSSF Circular 13/559 dated February 18, 2013. The Management Company guarantees for every sub-fund that the overall risk associated with derivative financial instruments will comply with the requirements of Article 42 (3) of the Law of 2010. The market risk of the respective sub-fund does not exceed 200% of the market risk of the reference portfolio that does not contain derivatives (in case of a relative VaR approach) or does not exceed 20% (in case of an absolute VaR approach).

The risk management approach used for the respective sub-fund is indicated in the special section of the sales prospectus for the sub-fund in question.

The Management Company generally seeks to ensure that the level of investment of the sub-fund through the use of derivatives does not exceed twice the value of the investment sub-fund's assets (hereinafter "leverage effect") unless otherwise provided for in the special section of the sales prospectus. The leverage effect is calculated using the sum of notional approach (Absolute (notional) amount of each derivative position divided by the net present value of the portfolio). The leverage effect calculation considers derivatives of the portfolio. Any collateral is currently not re-invested and therefore not considered.

It must be noted, that this leverage effect does fluctuate depending on market conditions and/or changes in positions (including hedging against unfavorable market movements, among other factors), and the targeted level may therefore be exceeded in spite of constant monitoring by the Management Company. The disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

In addition, the option to borrow 10% of net assets is available for the sub-fund, provided that this borrowing is temporary and the borrowing proceeds are not used for investment purposes.

An overall commitment thus increased can significantly increase both the opportunities and the risks associated with an investment (see in particular the risk warnings in the "Risks connected to derivative transactions" section).

## Potential conflicts of interest

The directors of the Investment Company, the Management Company, the fund manager, the designated sales agents and persons appointed to carry out sales activities, the Custodian, the Transfer Agent, the investment advisor, the shareholder,

as well as all subsidiaries, affiliated companies, representatives or agents of the aforementioned entities and persons ("**Associated Persons**") may:

- conduct among themselves any and all kinds of financial and banking transactions or other transactions, such as derivative transactions, securities lending transactions and (reverse) repurchase agreements, or enter into the corresponding contracts, including those that are directed at investments in securities or at investments by an Associated Person in a company or undertaking, such investment being a constituent part of the respective sub-fund's assets, or be involved in such contracts or transactions; and/or
- for their own accounts or for the accounts of third parties, invest in shares, securities or assets of the same type as the components of the respective sub-fund's assets and trade in them; and/or
- in their own names or in the names of third parties, participate in the purchase or sale of securities or other investments from or to the Investment Company, through or jointly with the fund manager, the designated sales agents and persons appointed to carry out sales activities, the Custodian, the investment advisor, or a subsidiary, an affiliated company, representative or agent of these.

Assets of the respective sub-fund in the form of liquid assets or securities may be deposited with an Associated Person in accordance with the legal provisions governing the Custodian. Liquid assets of the respective sub-fund may be invested in certificates of deposit issued by an Associated Person or in bank deposits offered by an Associated Person. Banking or comparable transactions may also be conducted with or through an Associated Person. Companies in the Deutsche Bank Group and/or employees, representatives, affiliated companies or subsidiaries of companies in the Deutsche Bank Group (DB Group Members) may be counterparties in the Investment Company's derivatives transactions or derivatives contracts (Counterparty). Furthermore, in some cases a Counterparty may be required to evaluate such derivatives transactions or derivatives contracts. Such evaluations may constitute the basis for calculating the value of particular assets of the respective sub-fund. The Board of Directors is aware that DB Group Members may possibly be involved in a conflict of interest if they act as Counterparty and/or perform evaluations of this type. The evaluation will be adjusted and carried out in a manner that is verifiable. However, the Board of Directors believes that such conflicts can be handled appropriately and assumes that the Counterparty possesses the aptitude and competence to perform such evaluations.

In accordance with the respective terms agreed, DB Group Members may act as directors, sales agents and sub-agents, custodians, fund managers or investment advisors, and may offer to provide sub-custodian services to the Investment Company. The Board of Directors is aware that conflicts of interest may arise due to the functions that DB Group Members perform in relation to the Investment Company. In respect of such eventualities, each DB Group Member has undertaken to endeavour, to a reasonable extent, to resolve

such conflicts of interest equitably (with regard to the Members' respective duties and responsibilities), and to ensure that the interests of the Investment Company and of the shareholders are not adversely affected. The Board of Directors believes that DB Group Members possess the required aptitude and competence to perform such duties.

The Board of Directors of the Investment Company believes that the interests of the Investment Company might conflict with those of the entities mentioned above. The Investment Company has taken reasonable steps to avoid conflicts of interest. In the event of unavoidable conflicts of interest, the Management Company of the Investment Company will endeavor to resolve such conflicts in favor of the sub-fund(s).

For each sub-fund, transactions involving the respective sub-fund's assets may be conducted with or between Associated Persons, provided that such transactions are in the best interests of the investors.

## Combating money laundering

The Transfer Agent may demand such proof of identity as it deems necessary in order to comply with the laws applicable in Luxembourg for combating money laundering. If there is doubt regarding the identity of the investor or if the Transfer Agent does not have sufficient details to establish the identity, the Transfer Agent may demand further information and/or documentation in order to be able to unequivocally establish the identity of the investor. If the investor refuses or fails to submit the requested information and/or documentation, the Transfer Agent may refuse or delay the transfer to the Investment Company's register of shareholders of the investor's data. The information submitted to the Transfer Agent is obtained solely to comply with the laws for combating money laundering.

The Transfer Agent is, in addition, obligated to examine the origin of money collected from a financial institution unless the financial institution in question is subject to a mandatory proof-of-identity procedure that is the equivalent of the proof-of-identity procedure provided for under Luxembourg law. The processing of subscription applications can be suspended until such a time as the Transfer Agent has properly established the origin of the money.

Initial or subsequent subscription applications for shares can also be made indirectly, i.e., via the sales agents. In this case, the Transfer Agent can forego the aforementioned required proof of identity under the following circumstances or under the circumstances deemed to be sufficient in accordance with the money laundering laws applicable in Luxembourg:

- if a subscription application is being processed via a sales agent that is under the supervision of the responsible authorities whose regulations provide for a proof-of-identity procedure for customers that is equivalent to the proof-of-identity procedure provided for under Luxembourg law for combating money laundering, and the sales agent is subject to these regulations;
- if a subscription application is being processed via a sales agent whose parent company

is under the supervision of the responsible authorities whose regulations provide for a proof of identity procedure for customers that is equivalent to the proof of identity procedure in accordance with Luxembourg law and serves to combat money laundering, and if the corporate policy or the law applicable to the parent company also imposes the equivalent obligations on its subsidiaries or branches.

In the case of countries that have ratified the recommendations of the Financial Action Task Force (FATF), it is assumed that the respective responsible supervisory authorities in these countries have imposed regulations for implementing proof-of-identity procedures for customers on physical persons or legal entities operating in the financial sector and that these regulations are the equivalent of the proof-of-identity procedure required in accordance with Luxembourg law.

The sales agents can provide a nominee service to investors that acquire shares through them. Investors may decide at their own discretion whether or not to take up this service, which involves the nominee holding the shares in its name for and on behalf of investors; the latter are entitled to demand direct ownership of the shares at any time. Notwithstanding the preceding provisions, investors are free to make investments directly with the Investment Company without availing of the nominee service.

#### **Data protection**

The personal data of investors provided in the application forms, as well as the other information collected within the scope of the business relationship with the Investment Company and/or the Transfer Agent are recorded, stored, compared, transmitted and otherwise processed and used ("processed") by the Investment Company, the Transfer Agent, other businesses of Deutsche Asset & Wealth Management, the Custodian and the financial intermediaries of the investors. The data is used for the purposes of account management, examination of money-laundering activities, determination of taxes pursuant to EU Directive 2003/48/EC on the taxation of interest payments and for the development of business relationships.

For these purposes, the data may also be forwarded to businesses appointed by the Investment Company or the Transfer Agent in order to support the activities of the Investment Company (for example, client communication agents and paying agents).

#### **Acceptance of orders**

All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Details are listed for each sub-fund in the special section of the Sales Prospectus.

#### **Market timing and short term trading**

The Investment Company prohibits all practices connected with market timing and short term trading and reserves the right to refuse subscription and exchange orders if it suspects that such practices are being applied. In such cases, the Investment Company will take all measures

necessary to protect the other investors in the respective sub-fund.

#### **Late trading**

Late trading occurs when an order is accepted after the close of the relevant acceptance deadlines on the respective valuation date, but is executed at that same day's price based on the net asset value. The practice of late trading is not permitted as it violates the conditions of the Sales Prospectus of the fund, under which the price, at which an order placed after the order acceptance deadline is executed, is based on the next valid net asset value per share.

#### **Total expense ratio**

The total expense ratio (TER) is defined as the proportion of each respective sub-fund's expenditures to the average assets of the sub-fund, excluding accrued transaction costs. The effective TER is calculated annually and published in the annual report.

#### **Repayment to certain investors of management fees collected**

The Management Company may, at its discretion, agree with individual investors the partial repayment to them of the management fees collected. This can be a consideration especially in the case of institutional investors who directly invest large amounts for the long term. The "Institutional Sales" division at Deutsche Asset & Wealth Management Investment S.A. is responsible for these matters.

#### **Buy and sell orders for securities and financial instruments**

The Management Company shall submit buy and sell orders for securities and financial instruments directly to brokers and traders for the account of the respective sub-fund. The Management Company concludes agreements with these brokers and traders under customary market conditions that comply with first-rate execution standards. When selecting the broker or trader, the Management Company takes into account all relevant factors, such as the credit rating of the broker or trader and the quality of the market information, the analyses, as well as the execution capacities provided.

Moreover, the Management Company currently accepts and concludes agreements in which it can take advantage of and utilize valuable benefits offered by brokers and traders. The Management Company has the right to retain these services, which include services provided by brokers and traders directly (for more information, see Clause 13 in this Sales Prospectus, which deals with the reimbursement of the fees and expenses). These direct services include special advice regarding the advisability of trading an asset or its valuation, analyses and consultation services, economic and political analyses, portfolio analyses (including valuation and performance measurement), market analyses as well as indirect services, such as market and price information systems, information services, computer hardware and software or any other options for gathering information in the scope in which these are used to support the investment decision process,

consultation or execution of research or analysis activities as well as custodial services regarding the sub-fund's assets. That means brokerage services may not be limited to general analysis, but may also include special services such as Reuters and Bloomberg. Agreements with brokers and traders may include the condition that traders and brokers are to transfer to third parties immediately or later a portion of the commissions paid for the purchase or sale of assets; these commissions shall be provided by the Management Company for the services previously specified.

The Management Company shall comply with all valid regulatory and industry standards when taking advantage of these benefits (generally called "soft dollars"). In particular, the Management Company shall not accept nor conclude any agreements on obtaining such benefits if these agreements do not support the Investment Company in its investment decision process according to reasonably prudent discretion. The prerequisite is that the Management Company shall always ensure that the transactions are executed while taking into account the appropriate market at the appropriate time for transactions of the appropriate type and size at the best possible conditions and that no unnecessary business transactions are concluded to acquire the right to such benefits.

The goods and services received within the scope of soft-dollar agreements shall exclude travel, accommodations, entertainment, general administrative goods and services, general office equipment and office space, membership fees, employee salaries and direct cash payments.

#### **Commission sharing**

The Management Company may conclude agreements with selected brokers under which the respective broker transfers, either immediately or after a time delay, portions of the payments it receives under the relevant agreement from the Management Company for the purchase or sale of assets to third parties that will then provide research or analytical services to the Management Company. These agreements (called "commission-sharing agreements") are used by the Management Company for the purpose of managing the sub-funds. To clarify: the Management Company shall use these services as specified in and only in accordance with the conditions set out in the "Buy and sell orders for securities and financial instruments" section.

#### **Regular savings or withdrawal plans**

Regular savings or withdrawal plans are offered in certain countries in which the respective sub-fund has been authorized. Additional information about these plans is available from the Management Company and from the respective sales agents in the distribution countries of the respective sub-fund.

#### **Mandate to the local paying agent**

In some distribution countries the investors, through the share subscription form, appoint the respective local paying agent as their undisclosed agent so that the latter may, in its own name but on their behalf, send to the Investment Company in grouped way any subscription, exchange and redemption orders in relation to the shares and

perform all the necessary relevant administrative procedures.

### Selling restrictions

The shares of the sub-funds that have been issued may be offered for sale or sold to the public only in countries where such an offer or such a sale is permissible. Provided that no permit for public distribution issued by the local supervisory authorities has been acquired by the Investment Company or a third party commissioned by the Investment Company and is available to the Investment Company, this Sales Prospectus must not be regarded as a public offer for the acquisition of sub-fund shares and/or this Sales Prospectus must not be used for the purpose of such a public offer.

The information contained herein and the shares of the sub-funds are not intended for distribution in the United States of America or to U.S. persons (individuals who are U.S. citizens or whose permanent place of residence is in the United States of America or partnerships or corporations established in accordance with the laws of the United States of America or of any state, territory or possession of the United States). Correspondingly, shares are neither offered nor sold in the United States of America nor for the account of US persons. Subsequent transfers of shares into the United States of America or to U.S. persons are prohibited.

This Sales Prospectus may not be distributed in the United States of America. The distribution of this Sales Prospectus and the offering of the shares may also be subject to restrictions in other legal systems.

Investors that are considered "restricted persons" as defined in Rule 2790 of the National Association of Securities Dealers in the United States (NASD Rule 2790) must report their holdings in the sub-funds to the Management Company without delay.

This Sales Prospectus may be used for sales purposes only by persons who possess an explicit written permit from the Investment Company (either directly or indirectly via correspondingly commissioned sales agents). Information or representations by third parties that are not contained in this Sales Prospectus or in the documents have not been authorized by the Investment Company.

### Foreign Account Tax Compliance Act – "FATCA"

The Foreign Account Tax Compliance provisions (commonly known as "FATCA") are contained in the Hiring Incentives to Restore Employment Act (the "Hire Act"), which was signed into US law in March 2010. These provisions are US legislation aimed at reducing tax evasion by US citizens. It requires financial institutions outside the US ("foreign financial institutions" or "FFIs") to pass information about "Financial Accounts" held by "Specified US Persons", directly or indirectly, to the US tax authorities, the Internal Revenue Service ("IRS") on an annual basis.

In general, a 30% withholding tax is imposed on certain US source income of FFIs that fail to comply with this requirement. This regime will become effective in phases between July 1, 2014, and 2017. Generally, non-US funds, such as this Investment Company through its sub-funds, will be FFIs and will need to enter into FFI agreements with the IRS unless they qualify as "deemed-compliant" FFIs, or, if subject to a model 1 intergovernmental agreement ("IGA"), they can qualify as either a "reporting financial institution" or "non-reporting financial institution" under their local country IGA. IGAs are agreements between the US and foreign jurisdictions to implement FATCA compliance. On 28 March 2014, Luxembourg entered into a model 1 IGA with the US and a memorandum of understanding in respect thereof. The Investment Company would hence in due course have to comply with such Luxembourg IGA.

The Investment Company will continually assess the extent of the requirements that FATCA and notably the Luxembourg IGA places upon it. In order to comply, the Investment Company may inter alia require all shareholders to provide mandatory documentary evidence of their tax residence in order to verify whether they qualify as Specified US Persons.

Shareholders, and intermediaries acting for shareholders, should note that it is the existing policy of the Investment Company that shares are not being offered or sold for the account of US Persons and that subsequent transfers of shares to US Persons are prohibited. If shares are beneficially owned by any US Person, the Investment Company may in its discretion compulsorily redeem such shares. Shareholders should moreover note that under the FATCA legislation, the definition of Specified US Persons will include a wider range of investors than the current US Person definition. The Board of Directors may therefore resolve, once further clarity about the implementation of the Luxembourg IGA becomes available, that it is in the interests of the Investment Company to widen the type of investors prohibited from further investing in the sub-funds and to make proposals regarding existing investor holdings in connection therewith.

### Language

The Management Company may, on behalf of itself and the Investment Company, declare translations into particular languages as legally binding versions with respect to those shares of the sub-funds sold to investors in countries where sub-fund's shares may be offered for sale to the public and which declaration shall be mentioned in the country specific information for investors relating to distribution in certain countries. Otherwise, in the event of any inconsistency between the English language version of this Sales Prospectus and any translation, the English language version shall prevail.

## Investor Profiles

The definitions of the following investor profiles were created based on the premise of normally functioning markets. Further risks may arise in each case in the event of unforeseeable market situations and market disturbances due to non-functioning markets.

### Risk-averse Investor Profile

The sub-fund is designed for safety-oriented investors with little inclination to risk, whose investment objective is to ensure a constant price performance but at a low level of interest. Moderate short-term fluctuations are possible, but no loss of capital is to be expected in the medium to long term.

### Income-oriented Investor Profile

The sub-fund is intended for the income-oriented investor seeking higher returns from interest and from possible capital gains. Return expectations are offset by only moderate equity, interest-rate and currency risks, as well as minor default risks. Loss of capital is thus improbable in the medium to long term.

### Growth-oriented Investor Profile

The sub-fund is intended for the growth-oriented investor seeking returns higher than those from capital-market interest rates, with capital growth generated primarily through opportunities in the equity and currency markets. Security and liquidity are subordinate to potential high returns. This

entails higher equity, interest-rate and currency risks, as well as default risks, all of which can result in loss of capital.

### Risk-tolerant Investor Profile

The sub-fund is intended for the risk-tolerant investor who, in seeking investments that offer targeted opportunities to maximize return, can tolerate the unavoidable, and occasionally substantial, fluctuations in the values of speculative investments. The high risks from volatility, as well as high credit risks, make it probable that the sub-fund will lose value from time to time, and expectations of high returns and tolerance of risk are offset by the possibility of incurring significant losses of capital invested.

## Performance

Past performance is not a guarantee of future results for the respective sub-funds. The

returns and the principal value of an investment may rise or fall, so investors must take into

account the possibility that they will not get back the original amount invested.

## 2. THE INVESTMENT COMPANY AND THE SHARE CLASSES

- a) db Advisory Multibrands is an investment company with variable capital incorporated under the laws of Luxembourg on the basis of the Law on Undertakings for Collective Investment and the Law on Trading Companies of August 10, 1915, as a société d'investissement à capital variable (SICAV). The Investment Company was established on the initiative of Deutsche Asset & Wealth Management Investment S.A., a management company under Luxembourg law, which, among other functions, acts as the main distributor for the Investment Company.
- b) The Investment Company is subject to Part I of the Law of 2010, and complies with the requirements of Directive 2009/65/EC.
- c) The Investment Company has been incorporated on March 7, 2012, for an unlimited period of time. The by-laws were filed with the Luxembourg Register of Commerce and Companies under the number B 167637, and can be inspected there. The registered office of the Investment Company is in Luxembourg-City.
- d) The capital of the Investment Company is the sum of the total net asset values of the individual sub-funds. Changes in capital are not governed by the general rules of commercial law on publication and registration in the Register of Commerce and Companies in regard to increasing and reducing share capital.
- e) The minimum capital of the Investment Company is EUR 1,250,000, which was reached within six months after the establishment of the Investment Company. The original capital of the Investment Company was EUR 31,000 divided into 310 shares with no nominal value.
- f) If the Investment Company's capital falls below two thirds of the minimum capital, its Board of Directors must propose to the shareholders' meeting the dissolution of the Investment Company; the shareholders' meeting will meet without attendance required and will make its resolutions by simple majority of the shares represented and actually voted at the shareholders' meeting. The same applies if the Investment Company's capital falls below 25% of the minimum capital, except that in this case the dissolution of the Investment Company can be passed by 25% of the shares represented at the shareholders' meeting.
- g) Structure of the Investment Company
- The Investment Company has an umbrella structure, each compartment corresponding to a distinct part of the assets and liabilities of the Investment Company ("**a sub-fund**") as defined in article 181 (1) of the Law of 2010, and that is formed for one or more share classes

of the type described in the by-laws. Each sub-fund will be invested in accordance with the investment objective and policy applicable to that sub-fund, the investment objective, policy (including, as the case may be and allowed under applicable laws, acting as a feeder sub-fund or master sub-fund), as well as the risk profile and other specific features of each sub-fund are set forth in this Sales Prospectus. Each sub-fund may have its own funding, share classes, investment policy, capital gains, expenses and losses, distribution policy or other specific features.

### h) Share classes

The Management Company may at any time elect to launch new share classes within a sub-fund in accordance with the share class features as specified below. The Sales Prospectus will be updated accordingly and up-to-date information on launched share classes is available on the internet at [www.dws.lu](http://www.dws.lu).

All share classes of a sub-fund are invested collectively in line with the investment objectives of the sub-fund concerned, but they may vary particularly in terms of their fee structures, their minimum investment amounts required for initial and subsequent subscriptions, their currencies, their distribution policies, the requirements to be fulfilled by investors or other special characteristics, as specified in each case by the Management Company. The net asset value per share is calculated separately for each issued class of share of each sub-fund. No separate portfolio is maintained by a sub-fund for its individual share classes. In the case of currency-hedged share classes, the sub-fund may become subject to obligations arising from currency hedging transactions entered into for one particular share class. The assets of the sub-fund are liable for such obligations. The different characteristics of the individual share classes available with respect to a sub-fund are described in detail in the respective special section.

The Investment Company reserves the right to offer only one or certain classes of shares for purchase by investors in certain jurisdictions in order to comply with the laws, traditions or business practices applicable there. The Investment Company further reserves the right to establish principles to apply to certain investor categories or transactions with respect to the acquisition of certain share classes.

At this time, share classes denominated in Euro (currently LC, LD, LDQ, FC, FD, PFC, PFD and PFDQ) are offered for the sub-funds. Please refer to the special section of the relevant sub-fund for the share classes which are offered at the effective date of the Sales Prospectus.

At present, the Investment Company generally offers two broad categories of

shares within the euro share classes, "C" ("capitalization"; reinvestment of income) and "D" (distribution of income).

FC, FD, PFC, PFD and PFDQ shares are currently not subject to a front-end load.

The FC and FD share classes require a minimum initial investment of EUR 2,500,000 and subsequent investments require a minimum amount of EUR 500,000.

LC, LD and LDQ shares are subject to a front-end load. In addition, the designator Q of a share class, e.g. LDQ, indicates distribution on a quarterly basis.

Shares of share classes with the "PF" designator are subject to a placement fee ("placement fee share classes"). The placement fee for each subscribed share amounts to up to 3% and is multiplied by the NAV per share on the date of subscription or the immediately following valuation date (depending on the date the orders are processed). The so calculated amount is levied on the relevant placement fee share class. The placement fee for each subscribed share of the relevant placement fee share class is paid out as compensation for the distribution of the share class and at the same time booked as an accounting position (pre-paid expenses), reflected in the NAV per share of the relevant placement fee share class only. The NAV per share of the placement fee share class on the respective valuation date is therefore not affected by the payment of the placement fee. In case prior day data is used for the NAV calculation, results will be monitored against same day data to avoid potential material differences. The overall position of pre-paid expenses is then amortized on a daily basis at a constant amortization rate of 1.00% p.a. applied to the NAV per share of the relevant placement fee share class multiplied by the number of outstanding shares in this share class.

The pre-paid expenses are defined relative to the NAV per share of the placement fee share class. The pre-paid expenses therefore fluctuate with NAV movements and depend on the number of shares subscribed and redeemed in the relevant placement fee share class.

After a pre-defined amortization period of 3 years commencing on the date of subscription or the immediately following valuation date, pre-paid expenses assigned to a subscribed share of a placement fee share class are fully amortized and the relevant number of shares will be exchanged for a corresponding number of shares of the corresponding L share class of the same sub-fund to avoid prolonged amortization.

Shareholders wishing to redeem their placement fee share classes before such exchange takes place may need to pay a

dilution adjustment. Placement fee share classes are reserved for Italian investors subscribing through specific paying agents in Italy.

Shares of share classes with the "PF" designator ("placement fee share classes") may be subject to a dilution adjustment. For further information, please refer to article 6 in the general section of the sales prospectus.

### 3. RISK SPREADING

The following investment limits and investment guidelines apply to the investment of the Investment Company's assets held in the individual sub-funds. Differing investment limits may be set for individual sub-funds. In this respect we refer to the information in the special section of this Sales Prospectus below.

#### 3.1 Investments

- a) A sub-fund may invest in securities and money market instruments that are listed or traded on a regulated market.
- b) A sub-fund may invest in securities and money market instruments that are traded on another market in a member state of the European Union that operates regularly and is recognized, regulated and open to the public.
- c) A sub-fund may invest in securities and money market instruments that are admitted for official trading on an exchange in a state that is not a member state of the European Union or traded on another regulated market in that state that operates regularly and is recognized and open to the public.
- d) A sub-fund may invest in securities and money market instruments that are new issues, provided that
  - the terms of issue include the obligation to apply for admission for trading on an exchange or on another regulated market that operates regularly and is recognized and open to the public, and
  - such admission is procured no later than one year after the issue.
- e) A sub-fund may invest in shares of undertakings for collective investment in transferable securities (**UCITS**) and/or other undertakings for collective investments (**UCIs**) within the meaning of Directive 2009/65/EC (the **UCITS Directive**) as amended, should they be situated in a member state of the European Union or not, provided that
  - such other collective investment undertakings have been authorized under laws that provide that they are subject to supervision considered by the CSSF to be equivalent to that laid down in Community law, and that cooperation between authorities is sufficiently ensured;
  - the level of protection for shareholders in the other collective investment undertakings is equivalent to that provided for shareholders in an UCITS, and in particular that the rules on fund asset segregation, borrowing, lending, and short selling of transferable securities and money market instruments are equivalent to the requirements of the UCITS Directives;
  - the business of the other collective investment undertakings is reported in semi-annual and annual reports to enable an assessment to be made of the assets and liabilities, income and transactions over the reporting period;
  - no more than 10% of the assets of the UCITS or of the other collective investment undertaking whose acquisition is being contemplated can, according to its contract terms or corporate by-laws, be invested aggregate in shares of other UCITS or other collective investment undertakings.
- f) A sub-fund may invest in deposits with financial institutions that are repayable on demand or have the right to be withdrawn, and mature within twelve months or less, provided that the financial institution has its registered office in a member state of the European Union or, if the registered office of the financial institution is situated in a state that is not a member state of the European Union, provided that it is subject to prudential rules considered by the CSSF as equivalent to those laid down in Community law.
- g) A sub-fund may invest in financial derivative instruments ("derivatives"), including equivalent cash-settled instruments, that are traded on a market referred to in (a), (b) and (c) and/or financial derivative instruments that are not traded on an exchange (**OTC derivatives**), provided that
  - the underlying instruments are instruments covered by this paragraph or financial indices, interest rates, foreign exchange rates or currencies in which the sub-fund may invest according to its investment policy;
  - the counterparties to OTC derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the CSSF; and
  - the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Investment Company's initiative.
- h) A sub-fund may invest in money market instruments not traded on a regulated market that are usually traded on the money market, are liquid and have a value that can be accurately determined at any time, if the issue or issuer of such instruments is itself regulated for the purpose of protecting investors and savings, and provided that these instruments are
  - issued or guaranteed by a central, regional or local authority or central bank of a member state of the European Union, the European Central Bank, the European Union or the European Investment Bank, a state that is not a member state of the European Union or, in the case of a federal state, by one of the members making up the federation, or by a public international body of which one or more member states of the European Union are members; or
  - issued by an undertaking whose securities are traded on the regulated markets referred to in the preceding subparagraphs (a), (b) or (c); or
  - issued or guaranteed by an establishment that is subject to prudential supervision in accordance with the criteria defined by Community law, or by an establishment that is subject to and complies with prudential rules considered by the CSSF to be at least as stringent as those laid down by Community law; or
  - issued by other bodies belonging to the categories approved by the CSSF; provided that investments in such instruments are subject to investor protection equivalent to that laid down in the first, the second or the third preceding indent and provided that the issuer is a company whose capital and reserves amount to at least EUR 10 million and which presents and publishes its annual financial statements in accordance with the Fourth Council Directive 78/660/EEC, is an entity that, within a group of companies that includes one or more exchange-listed companies, is dedicated to the financing of the group or is an entity that is dedicated to the financing of securitization vehicles that benefit from credit lines to assure liquidity.
- i) **Notwithstanding the principle of risk-spreading, a sub-fund may invest up to 100% of its assets in securities and money market instruments stemming from different issues that are issued or guaranteed by a member state of the European Union, its local authorities, by any other member state of the Organisation for Economic Cooperation and Development (OECD), the G-20 or Singapore, or by a public international body of which one or more member states of the European Union are members, provided that a sub-fund holds securities that originated from at least six different issues and the securities stemming from any one issue do not exceed 30% of the assets of a sub-fund.**
- j) A sub-fund may not invest in precious metals or precious-metal certificates; if the investment policy of a sub-fund contains a special reference to this clause,

this restriction does not apply for 1:1 certificates whose underlying instruments are single commodities/precious metals and that meet the requirements of transferable securities as determined in article 2 of Directive 2007/16/EC and article 1 (34) of the Law of 2010.

### 3.2 Investment limits

- a) No more than 10% of a sub-fund's net assets may be invested in securities or money market instruments from any one issuer.
- b) No more than 20% of a sub-fund's net assets may be invested in deposits made with any one institution.
- c) The risk exposure to a counterparty in OTC derivative transactions as well as in OTC derivative transactions, which are effected with regard to an efficient portfolio management, may not exceed 10% of a sub-fund's net assets if the counterparty is a credit institution as defined in 3.1(f) above. In all other cases, the exposure limit is 5% of a sub-fund's net assets.
- d) No more than 40% of a sub-fund's net assets may be invested in securities and money market instruments of issuers in which over 5% of a sub-fund's net assets are invested.

This limitation does not apply to deposits and OTC derivative transactions conducted with financial institutions that are subject to prudential supervision.

Notwithstanding the individual upper limits specified in 3.2 (a), (b) and (c) above, a sub-fund may not invest more than 20% of its net assets in a combination of

- investments in securities or money market instruments; and/or
- deposits made with; and/or
- exposures arising from OTC derivative transactions undertaken with a single institution.
- e) The limit of 10% set in 3.2 (a) rises to 35%, and the limit set in 3.2 (d) does not apply to securities and money market instruments issued or guaranteed by
  - a member state of the European Union or its local authorities; or
  - a state that is not a member state of the European Union; or
  - public international bodies of which one or more member states of the European Union are members.
- f) The limit set in 3.2 (a) rises from 10% to 25%, and the limit set in 3.2 (d) does not apply in the case of bonds that fulfill the following conditions:

- they are issued by a credit institution that has its registered office in a member state of the European Union and which is legally subject to special public supervision intended to protect the holders of such bonds; and
- sums deriving from the issue of such bonds are invested in conformity with the law in assets that, during the whole period of validity of the bonds, are capable of covering claims attaching to the bonds; and
- such assets, in the event of default of the issuer, would be used on a priority basis for the repayment of the principal and payment of the accrued interest.

If the respective sub-fund invests more than 5% of its assets in bonds of this type issued by any one issuer, the total value of these investments may not exceed 80% of the value of the net assets of a sub-fund.

- g) The limits provided for in paragraphs 3.2 (a), (b), (c), (d), (e) and (f) may not be combined, and thus investments in transferable securities or money market instruments issued by any one institution or in deposits made with this institution or in this institution's derivative instruments shall under no circumstances exceed in total 35% of a sub-fund's net assets.
- A sub-fund may cumulatively invest up to 20% of its assets in securities and money market instruments of any one group of companies.
- Companies that are included in the same group for the purposes of consolidated financial statements, as defined in accordance with the Seventh Council Directive 83/349/EEC or in accordance with recognized international accounting rules, shall be regarded as a single issuer for the purpose of calculating the limits contained in this Article.
- h) A sub-fund may invest no more than 10% of its net assets in securities and money market instruments other than those specified in 3.1.
  - i) A sub-fund (other than a feeder sub-fund) may acquire the units of UCITS and/or other UCIs referred to in 3.1(e) provided that no more than 10% of its net assets are invested in units of a single UCITS or other UCIs. The Board of Directors or, as the case may be, the Management Company may create one or more feeder sub-funds, with each such feeder sub-fund investing permanently 85% or more of its assets in units of another eligible master UCITS (or investment compartment thereof) under the conditions set out by applicable law and such other conditions as set out in this Sales Prospectus. If the UCITS or the other UCIs have multiple compartments (within the meaning of article 181(1) of the Law of 2010) and the assets of a compartment may only be used to satisfy the rights of

the Shareholder relating to that compartment and the rights of those creditors whose claims have arisen in connection with the setting-up, operation and liquidation of that compartment, each compartment is considered as a separate issuer for the purposes of applying the above limit.

Investments made in units of UCIs other than UCITS may not exceed, in aggregate, 30% of the net assets of the sub-fund.

In the case of investments in shares of another UCITS and/or other UCI, the investments held by that UCITS and/or by other UCI are not taken into consideration for the purposes of the limits laid down in 3.2 (a), (b), (c), (d), (e) and (f).

When a sub-fund invests in the units of UCITS and/or other UCIs that are managed, directly or by delegation, by the same management company or by any other company with which the management company is linked by common management or control, or by a substantial direct or indirect holding, (regarded as more than 10% of the voting rights or share capital), that management company or other company may not charge subscription, conversion or redemption fees on account of the sub-fund's investment in the units of such UCITS and/or other UCIs.

If a sub-fund invests a substantial proportion of its assets in other UCITS and/or other UCIs, the maximum level of the management fees that may be charged both to the sub-fund itself and to the other UCITS and/or other UCIs in which it intends to invest, shall be disclosed in the relevant Special Section.

In the annual report of the Investment Company it shall be indicated for each sub-fund the maximum proportion of management fees charged both to the sub-fund and to the UCITS and/or other UCIs in which the sub-fund invests.

- j) If admission to one of the markets defined under 3.1 (a), (b) or (c) is not obtained within the one-year deadline, new issues shall be considered unlisted securities and money market instruments and counted towards the investment limit stated there.
  - k) The Investment Company or the Management Company may not purchase for any of the sub-funds equities with voting rights that would enable it to exert significant influence on the management policies of the relevant issuer.
- The Investment Company may acquire no more than
- 10% of the non-voting shares of any one issuer;
  - 10% of the bonds of any one issuer;
  - 25% of the shares of any one fund;

- 10% of the money market instruments of any one issuer.

The limits laid down in the second, third and fourth indents may be disregarded at the time of acquisition if at that time the gross amount of the bonds or of the money market instruments, or the net amount of outstanding fund shares, cannot be calculated.

- l) The investment limits specified in 3.2 (k) shall not be applied to:

- securities and money market instruments issued or guaranteed by a member state of the European Union or its local authorities;

- securities and money market instruments issued or guaranteed by a state that is not a member state of the European Union;

- securities and money market instruments issued by public international bodies of which one or more member states of the European Union are members;

- shares held by the respective sub-fund in the capital of a company incorporated in a state that is not a member state of the European Union, investing its assets mainly in the securities of issuing bodies having their registered offices in that state, where under the legislation of that state such a holding represents the only way in which the sub-fund can invest in the securities of issuers from that state. This derogation, however, shall apply only if in its investment policy the company from the state that is not a member state of the European Union complies with the limits specified in 3.2 (a), (b), (c), (d), (e), (f), (g), (j) and (k). Where these limits are exceeded, article 49 of the Law of 2010 shall apply;

- shares held by one or more investment companies in the capital of subsidiary companies that only conduct certain management, advisory or marketing activities with regard to the repurchase of shares at the request of shareholders in the country where the subsidiary is located, and do so exclusively on behalf of the investment company or investment companies.

- m) Notwithstanding the limits specified in 3.2 (k) and (l), the maximum limits specified in 3.2 (a), (b), (c), (d), (e) and (f) for investments in shares and/or debt securities of any one issuer are 20% when the objective of the investment policy is to replicate the composition of a certain index or an index by using leverage. This is subject to the condition that

- the composition of the index is sufficiently diversified;

- the index represents an adequate benchmark for the market to which it refers;

- the index is published in an appropriate manner.

The maximum limit is 35% where that proves to be justified by exceptional market conditions, in particular in regulated markets where certain transferable securities or money market instruments are highly dominant. An investment up to this limit is only permitted for one single issuer.

- n) A sub-fund's global exposure relating to derivative instruments must not exceed the total net value of its portfolio. The exposure is calculated taking into account the current value of the underlying instruments, the counterparty risk, future market movements and the time available to liquidate the positions.

A sub-fund may invest in derivatives as part of its investment strategy and within the limits specified in 3.2 (g), provided that the global exposure to the underlying instruments does not exceed on aggregate the investment limits specified in 3.2 (a), (b), (c), (d), (e) and (f).

If a sub-fund invests in index-based derivatives, these investments are not taken into consideration with reference to the investment limits specified in 3.2 (a), (b), (c), (d), (e) and (f).

When a security or money market instrument embeds a derivative, the latter must be taken into consideration when complying with the requirements of the investment limits.

- o) In addition, a sub-fund may invest up to 49% of its assets in liquid assets. In particular exceptional cases it is permitted to temporarily have more than 49% invested in liquid assets, if and to the extent that this appears to be justified with regard to the interests of shareholders.

### 3.3 Exceptions to the investment limits

- a) A sub-fund needs not to comply with the investment limits when exercising subscription rights attaching to securities or money market instruments that form part of its assets.
- b) While ensuring observance of the principle of risk spreading, a sub-fund may derogate from the specified investment limits for a period of six months following the date of its authorization.

### 3.4 Cross-Investments between sub-funds

A sub-fund (the **cross-investing sub-fund**) may invest in one or more other sub-funds. Any acquisition of shares of another sub-fund (the **target sub-fund**) by the cross-investing sub-fund is subject to the following conditions (and such other conditions as may be applicable in accordance with the terms of this Sales Prospectus):

- (i) the target sub-fund may not invest in the cross-investing sub-fund;

- (ii) the target sub-fund may not invest more than 10% of its net assets in UCITS (including other sub-funds) or other UCIs;

- (iii) the voting rights attached to the shares of the target sub-fund are suspended during the investment by the cross-investing sub-fund;

- (iv) the value of the share of the target sub-fund held by the cross-investing sub-fund are not taken into account for the purpose of assessing the compliance with the EUR 1,250,000 minimum capital requirement; and

- (v) duplication of management, subscription or redemption fees is prohibited.

### 3.5 Credit restrictions

No borrowing may be undertaken by the Investment Company for the account of a sub-fund. A sub-fund may, however, acquire foreign currency by means of a "back-to-back" loan.

By way of derogation from the preceding paragraph, a sub-fund may borrow

- up to 10% of a sub-fund's net assets, provided that such borrowing is on a temporary basis;

- up to the equivalent of 10% of a sub-fund's assets, provided that the borrowing is to make possible the acquisition of immovable property essential for the direct pursuit of its business; in this case the borrowing and that referred to in the preceding subparagraph may not in any case in total exceed 15% of a sub-fund's net assets.

The Investment Company may not grant loans for the account of a sub-fund, nor may it act as guarantor on behalf of third parties.

This shall not prevent the fund from acquiring securities, money market instruments or other financial instruments that are not yet fully paid in.

### 3.6 Short selling

The Investment Company may not engage in short selling of securities, money market instruments or other financial instruments as specified in 3.1 (e), 3.1 (g) and 3.1 (h) for the account of a sub-fund.

### 3.7 Encumbrance

A sub-fund's assets may only be pledged as collateral, transferred, assigned or otherwise encumbered to the extent that such transactions are required by an exchange or regulated market or imposed by contractual or other terms and conditions.

### 3.8 Regulations for the Investment Company

The Investment Company may acquire movable and immovable property that is essential for the direct pursuit of its business.

## 4. SHARES OF THE INVESTMENT COMPANY

- a) The capital of the Investment Company shall at all times be equal to the sum of the net asset values of the Investment Company's various sub-funds (net asset value of the Investment Company), and it is represented by shares of no nominal value, which may be issued as registered shares and/or as bearer shares.
- b) The shares may be issued as registered shares or as bearer shares. There is no right to issuance of actual shares.
- c) Shares are issued only upon acceptance of a subscription and subject to payment of the price per share. The subscriber immediately receives a confirmation of his shareholding in accordance with the provisions that follow.

#### (i) Registered shares

If shares are issued as registered shares, the register of shareholders constitutes definitive proof of ownership of these shares. The register of shares is maintained by the Registrar and Transfer Agent. Unless otherwise provided for a particular sub-fund/share class, fractional shares of registered shares are rounded according to commercial practice to the nearest one ten-thousandth. Such rounding may be to the benefit of either the respective shareholder or the sub-fund.

Registered shares are issued without share certificates. Instead of a share certificate, shareholders receive a confirmation of their shareholding.

Any payments of distributions to shareholders holding registered shares are made by check at the risk of the shareholders, which is mailed to the address indicated on the register of shares or to another address communicated to the Registrar and Transfer Agent in writing, or else by funds transfer. At the request of the shareholder, distribution amounts may also be reinvested on a regular basis.

All of the registered shares of the sub-funds are to be entered in the Register of Shares, which is maintained by the Registrar and Transfer Agent or by one or more entities appointed for this purpose by the Registrar and Transfer Agent; the Register of Shares contains the name of each and every holder of registered shares, his address and selected domicile (in the case of joint ownership of registered shares, only

the address of the first named joint owner), where such data have been communicated to the Registrar and Transfer Agent, as well as the number of fund shares held. Each transfer of registered shares is recorded in the Register of Shares, in each instance upon payment of a fee authorized by the Management Company for the registration of documents relating to the ownership of shares or having an effect thereon.

A transfer of registered shares takes place by way of recording of the transfer in the Register of Shares by the Registrar and Transfer Agent upon receipt of the necessary documentation and upon fulfillment of all other preconditions for transfer as required by the Registrar and Transfer Agent.

Each shareholder whose holding has been entered in the Register of Shares must provide the Registrar and Transfer Agent with an address to which all notices and announcements by the Management Company of the Investment Company may be delivered. This address is also recorded in the Register of Shares. In the case of joint ownership of shares (joint ownership is restricted to a maximum of four persons), only one address is entered, and all notices are sent exclusively to that address.

If such a shareholder does not provide an address, the Registrar and Transfer Agent may enter a remark to this effect in the Register of Shares; in this case, the address of the registered office of the Registrar and Transfer Agent or another address entered in each instance by the Registrar and Transfer Agent is deemed to be the address of the shareholder until the shareholder provides the Register and Transfer Agent with another address. The shareholder may at any time change the address recorded in the Register of Shares by way of written notice, which must be sent to the Registrar and Transfer Agent or to another address specified for each instance by the Registrar and Transfer Agent.

#### (ii) Bearer shares represented by global certificates

The Management Company may resolve to issue bearer shares that are represented by one or several global certificates.

These global certificates are issued in the name of the Management Company and deposited with the clearing agents. The transferability of the bearer shares represented by a global certificate is subject to the respectively applicable laws, and to the regulations and procedures of the clearing agent undertaking the transfer. Investors

receive the bearer shares represented by a global certificate when they are posted to the securities accounts of their financial intermediaries, which in turn are held directly or indirectly with the clearing agents. Such bearer shares represented by a global certificate are transferable according to and in compliance with the provisions contained in this Sales Prospectus, the regulations that apply on the respective exchange and/or the regulations of the respective clearing agent. Shareholders that do not participate in such a system can transfer bearer shares represented by a global certificate only via a financial intermediary participating in the settlement system of the corresponding clearing agent.

Payments of distributions for bearer shares represented by global certificates take place by way of credits to the accounts at the relevant clearing agent of the financial intermediaries of the shareholders.

- d) All shares within a share class have the same rights. The rights of shareholders in different share classes within a sub-fund can differ, provided that such differences have been clarified in the sales documentation for the respective shares. The differences between the various share classes are specified in the respective special section of this Sales Prospectus. Shares are issued by the Investment Company immediately after the net asset value per share has been received for the benefit of the Investment Company.
- e) Shares are issued and redeemed through the Management Company and through all paying agents.
- f) Each shareholder has the right to vote at the Shareholders' Meeting. The voting right may be exercised in person or by proxy. Each share is entitled to one vote, subject to Clause 3.4 (iii). Fractional shares may not entitle to voting rights; thus entitle the shareholder to participate in income distribution on a pro-rata-basis

## 5. RESTRICTION OF THE ISSUE OF SHARES AND COMPULSORY REDEMPTION OF SHARES

- a) The Management Company may at any time and at its sole and absolute discretion reject any direct or indirect subscription application or temporarily limit, suspend or permanently discontinue the issue of shares towards any subscribing investor, if such action should appear necessary in consideration of the interests of the shareholders or the public, or to protect the Investment Company or the shareholders.
- b) In this case, the Investment Company will promptly refund payments on subscription applications (without any interest payments) that have not yet been executed.

c) The Management Company may at any time and in its sole discretion, restrict or prevent the ownership of shares in the Investment Company by a Prohibited Person.

d) **"Prohibited Person"** means any person, firm or corporate entity, determined in the sole discretion of the Management Company as being not entitled to subscribe for or hold shares in the Investment Company or, as the case may be, in a specific sub-fund or share class, (i) if in the opinion of the Investment Company such holding may be detrimental to the Investment Company, (ii) it may result in a breach of any law or regulation, whether Luxembourg or foreign, (iii) if as a result thereof the Investment Company may become exposed to disadvantages of a tax, legal or financial nature that it would not have otherwise incurred or (iv) if such person, firm or corporate entity would not comply with the eligibility criteria of any existing share class.

e) If at any time it shall come to the Management Company's attention that shares are beneficially owned by a Prohibited Person, either alone or with any other person and the Prohibited Person fails to comply with the instructions of the Management Company to sell its shares and to provide the Management Company with evidence of such sale within 30 calendar days after being so instructed by the Management Company, the Investment Company may in its sole discretion compulsorily redeem such shares at the redemption amount immediately after the close of business specified in the notice given by the Management Company to the Prohibited Person of such compulsory redemption, the shares will be redeemed in accordance with their respective terms and such investor will cease to be the owner of such shares.

## 6. ISSUE AND REDEMPTION OF SHARES OF THE INVESTMENT COMPANY

a) Shares of the respective sub-fund are issued and redeemed on each valuation date. If different share classes are offered for a sub-fund, such issue and redemption shall also take place at the aforementioned times. The Investment Company may issue fractional shares. The respective special section of the Sales Prospectus contains information on the processed number of decimal places,

b) Shares of the Investment Company are issued on the basis of subscription applications received by the Investment Company, a paying agent authorized by the Investment Company to issue and redeem shares of the Investment Company, or by the Transfer Agent.

c) Shares are issued on each valuation date at their net asset value plus the front end load payable by the purchaser for the benefit of the Management Company. The front end load may be retained in whole or in part by intermediaries as

remuneration for sales services. Where shares are issued in countries where stamp duties or other charges apply, the issue price increases accordingly. For illustrative purposes this is shown by a sample calculation below<sup>1</sup>:

Net assets	EUR	1,000,000.00
+ Number of shares outstanding on the reference date		10,000.00
<i>Net asset value per share</i>	EUR	100.00
+ Front end load (e.g., 5%)	EUR	5.00
<i>Issue price</i>	EUR	105.00

The current amount of the front-end load is regulated for each share class in the respective special section of this Sales Prospectus.

The Management Company is free to charge a lower front-end load. The main distributor shall receive the front-end load and also be entitled to use it to remunerate third parties for any sales services they provide. If different share classes are offered for a sub-fund, the amount required for purchasing shares of the respective share class will be governed by both the net asset value per share of the respective share class and the front-end load specified individually for each share class in the special section of this Sales Prospectus below. It is payable immediately after the corresponding valuation date. The special section of the Sales Prospectus may contain more precise regulations for individual sub-funds or share classes with respect to the timing of the payment of the issue amount.

A Contingent Deferred Sales Charge ("CDSC") may be assessed in relation to shares of share classes with the "B" designator on the redemption amount. Details are set forth in section e). On any issue or sale of such shares a distributor (including the main distributor) may, out of its own funds or out of the sales charge, if any, pay commissions on applications received through brokers and other professional agents or grant discounts.

Certain additional fees and other costs may be charged in some distribution countries.

Orders received after an order acceptance deadline will be treated as having been received before the next order acceptance deadline. The respective special section of this Sales Prospectus may contain different order acceptance deadlines applicable for individual sub-funds and for individual share classes.

<sup>1</sup> Note: The sample calculations are intended for illustrative purposes only and do not permit any conclusions to be drawn concerning the performance of the net asset value per share of the respective sub-fund.

Newly subscribed shares are only issued to the investor upon receipt of payment by the Custodian or the approved correspondent banks. From a bookkeeping standpoint, however, the corresponding shares are already taken into account in the calculation of the net asset value on the value day following the corresponding securities settlement, and can be cancelled until the receipt of payment. Insofar as an investor's shares must be cancelled due to failure to pay or delayed payment of these shares, it is possible for the respective sub-fund to incur a loss in value.

d) The Management Company may, on its own responsibility and in compliance with this Sales Prospectus, accept securities as payment for a subscription (investment in kind), as long as the Management Company believes that such an action is in the interest of the shareholders. The nature of the business undertaken by the enterprises whose securities are accepted as payment for a subscription must, however, be compatible with the investment policy and the investment limits of the respective sub-fund. The Investment Company must have its auditor prepare a valuation report for these securities, which in particular shall specify the amounts, designations and values arising from these securities, as well as the valuation methods used. As part of the transaction of accepting securities as payment in a subscription, the securities are valued at the price on the valuation date on whose basis the net asset value of the shares to be issued is being calculated. The Management Company may, at its own discretion, reject any and all securities offered as payment for a subscription, without having to give reasons. All costs arising from an investment in kind (including the cost of the valuation report, brokerage costs, expenses, commissions, etc.) shall be borne by the subscriber in their entirety.

e) Shareholders have the right to request the redemption of their shares through one of the paying agents, the Transfer Agent or the Management Company. Redemption will take place only on a valuation date and at the redemption amount. Insofar as the special section of the Sales Prospectus does not stipulate a redemption fee or a Contingent Deferred Sales Charge ("CDSC"; see below) for individual sub-funds or for individual share classes within a sub-fund, the redemption amount per share will always correspond to the net asset value per share. Where a redemption fee or CDSC is applicable, the redemption amount payable will be reduced by the amount of the redemption fee or CDSC so that a net redemption amount is paid. The main distributor shall receive the redemption fee or CDSC and also be entitled to use it to remunerate third parties for any sales services they provide. The counter-value is paid out promptly after the applicable valuation date. Usually this is completed within 3 bank business days and in any case no later than within 5 bank business days. The value dates of each sub-fund are determined in the respective Spe-

cial Section of the Sales Prospectus. The value dates refer to the payment between the custodian and the account maintaining bank of the shareholder. The final credit to the investors account may in several distribution countries deviate due to different conventions. Any other payments to shareholders are also made through the aforementioned offices. Shares are redeemed at the redemption amount determined on the date on which the redemption orders are received, provided that the specified order acceptance deadlines were adhered to. Orders received after an order acceptance deadline will be treated as having been received before the next order acceptance deadline. The special section of the may contain different order acceptance deadlines applicable for individual sub-funds and for individual share classes.

*Contingent Deferred Sales Charge ("CDSC"):*

Shares of share classes with the "B" designator are subject to a Contingent Deferred Sales Charge ("CDSC"). The amount of such a fee depends upon the length of time for which the shares have been held and will be specified in the special section of the Sales Prospectus for each sub-fund separately. A CDSC will be calculated based on the gross investment amount on the date of subscription. An instruction to sell shares of share classes with the "B" designator will be deemed to have been given for the shares which have been held for the longest period.

*Dilution Adjustment:*

Shares of share classes with the "PF" designator ("placement fee share classes") may be subject to a dilution adjustment.

The level of the applicable dilution adjustment depends on the holding period of the placement fee share(s) to be redeemed. Such holding period commences on the date of subscription or the immediately following valuation date. The dilution adjustment reflects the ongoing amortization of pre-paid expenses assigned to each issued placement fee share and therefore declines with the holding period approaching the end of the amortization period (see table below). The dilution adjustment charged is a measure to mitigate negative effects on the NAV caused by the redemption of shares by investors.

Redemption after up to 1 year:	up to 3%
Redemption after over 1 year up to 2 years	up to 2%
Redemption after over 2 years up to 3 years:	up to 1%
Redemption after over 3 years:	0%

Thus, the applicable dilution adjustment for each share of a placement fee share

class to be redeemed amounts to up to 3%. The applicable dilution adjustment is multiplied by the NAV per share of the placement fee share class to be redeemed on the date of redemption. The corresponding dilution adjustment amount per share is levied on the gross redemption amount per share for the benefit of the sub-fund's assets.

The dilution adjustment is charged to protect the sub-fund's assets attributable to the placement fee share class from dilution effects related to the payment and the amortization of placement fees.

An investor redeeming a placement fee share before the end of the applicable amortization period without paying the dilution adjustment would not compensate the sub-fund for the drop in pre-paid expenses corresponding to the part of the placement fee which has not yet been fully amortized. Non-payment would therefore negatively affect the NAV for those investors holding the relevant placement fee shares until the applicable amortization period has elapsed.

Taking into account the principle of equal treatment of the remaining shareholders of the placement fee share class and whilst ensuring an adequate compensation for the sub-fund (if applicable), the Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For illustrative purposes the application of the dilution adjustment is shown by a sample calculation below<sup>1</sup>:

number of shares to be redeemed	100
holding period (= x)	
50 shares: x = 1.5 years and	
50 shares: x = 2.5 years	
dilution adjustment	1.5% (= 50/100*2%+50/100*1%)
NAV per share of placement fee share class	100.00
gross redemption amount	EUR 10,000.00
- dilution adjustment amount	EUR 150.00
= net redemption amount	EUR 9,850.00

f) Redemption volume

Shareholders may submit for redemption all or part of their shares of all share classes.

The Management Company is under no obligation to execute redemption requests if any such request pertains to shares valued in excess of 10% of the net asset value of a sub-fund. The Management Company reserves the right, taking into account the principle of equal treatment of all shareholders, to dispense with minimum redemption amounts (if provided for).

Special procedure for redemptions valued in excess of 10% of the net asset value of a sub-fund.

If redemption requests are received on a valuation date (the "First Valuation Date") whose value, individually or together with other requests received, is in excess of 10% of the net asset value of a sub-fund, the Management Company reserves the right, at its own discretion (and taking into consideration the interests of the remaining shareholders), to reduce the number of shares of every individual redemption request on a pro-rata basis for this First Valuation Date, so that the value of the shares redeemed or exchanged on this First Valuation Date does not exceed 10% of the net asset value of the respective sub-fund. If as a result of the exercise of the right to effect a pro-rata reduction on this First Valuation Date, a redemption request is not executed in full, such request must be treated with respect of the unexecuted portion as though the shareholder submitted a further redemption request for the next valuation date, and if necessary, for the at most seven subsequent valuation dates as well. Requests received for the First Valuation Date are processed on a priority basis over any subsequent requests that are received for redemption on the subsequent valuation dates. Subject to this reservation, however, redemption requests received at a later time are processed as specified in the preceding sentence.

Based on these preconditions, exchange requests are treated like redemption requests.

g) The Management Company has the right to carry out substantial redemptions only once the corresponding assets of the sub-fund have been sold without delay.

h) In exceptional cases, the Management Company may decide to accept applications for redemption in kind at the explicit request of investors. In a redemption in kind, the Management Company selects securities and instructs the Custodian to transfer these securities into a securities account for the investor as payment for the return of his shares. The Investment Company must have its auditor prepare a valuation report for these securities, which in particular shall specify the amounts, designations and values arising from these securities, as well as the valuation methods used. Moreover, the total value of the securities must be indicated precisely in the currency of the

<sup>1</sup> Note: The sample calculations are intended for illustrative purposes only and do not permit any conclusions to be drawn concerning the performance of the net asset value per share of the respective sub-fund.

sub-fund affected by the redemption. As part of the transaction of delivering securities as payment in a redemption, the securities are valued at the closing price on the valuation date on whose basis the net asset value of the shares to be redeemed is being calculated. The Management Company shall make sure that the remaining shareholders are not adversely affected by such a redemption in kind. All costs arising from a redemption in kind (including the cost of the valuation report, brokerage costs, expenses, commissions, etc.) shall be borne by the redeeming investor in their entirety. Where a redemption fee or CDSC is applicable, the redemption in kind will be reduced by the amount of the redemption fee or CDSC.

- i) The Investment Company is obligated to transfer the redemption price to the country of the applicant only if this is not prohibited by law – for example by foreign exchange regulations – or by other circumstances beyond the control of the Investment Company.
- j) The Investment Company may enter into nominee agreements with institutions, i.e., Professionals of the Financial Sector in Luxembourg and/or comparable entities under the laws of other countries, that are under obligation to identify shareholders. The nominee agreements give the respective institutes the right to sell shares and be entered as nominees in the Investment Company's register of shares. The names of the nominees can be requested from the Investment Company at any time. The nominee shall accept buy, sell and exchange orders from the investors it works for and arrange for the required changes to be made in the register of shares. In this capacity, the nominee is particularly required to take into account the special prerequisites governing the purchase of LC, LD and LDQ shares. If there are no conflicting practical or legal considerations, an investor who acquired shares through a nominee can submit a written declaration to the Management Company or the transfer agent demanding that he himself be entered into the register as a shareholder once all necessary proofs of identity have been supplied.

## 7. CALCULATION OF THE NET ASSET VALUE PER SHARE

- a) The total net asset value of the Investment Company is expressed in euro.

When information about the condition of the total net asset value of the Investment Company must be given in the annual and semi-annual reports and other financial statistics due to legal regulations, or according to the rules specified in the Sales Prospectus, the asset values of the respective sub-fund are converted into euro. The value of a share of the respective sub-fund is denominated in the currency

specified for the particular sub-fund (or in the currency specified for the particular share class, if there is more than one share class within a sub-fund). The net asset value ("NAV") of each sub-fund is calculated on each bank business day in Luxembourg unless otherwise indicated for the respective sub-fund in the special section of the Sales Prospectus ("Calculation of the NAV per share").

The Management Company has entrusted State Street Bank Luxembourg S.C.A. with the calculation of the NAV per share. The net asset value is calculated for each sub-fund, and for each share class if more than one share class was issued for any sub-fund, in accordance with the following principles: If only one share class exists for a particular sub-fund, the sub-fund's net asset value is divided by the number of shares of the sub-fund in circulation on the valuation date. If more than one share class was issued for a particular sub-fund, the percentage of the sub-fund's net assets attributable to the individual share class is divided by the number of shares of that share class in circulation on the valuation date.

At this time, State Street Bank Luxembourg S.C.A. will refrain from calculating the NAV per share on public holidays in Luxembourg, even if they are bank business days in Luxembourg or exchange trading days in one of the countries mentioned for each sub-fund separately in the Sales Prospectus – Special section applicable to the valuation date, as well as on December 24 and December 31 of each year. Any calculation of the net asset value per share that deviates from this specification will be published in appropriate newspapers, as well as on the internet at [www.dws.lu](http://www.dws.lu).

- b) The value of the net assets of the Investment Company held in each respective sub-fund is determined according to the following principles:
  - (i) Securities listed on an exchange are valued at the most recent available price.
  - (ii) Securities not listed on an exchange but traded on another regulated market are valued at a price no lower than the bid price and no higher than the ask price at the time of the valuation, and which the Management Company considers the best possible price at which the securities can be sold.
  - (iii) In the event that such prices are not in line with market conditions, or for securities other than those covered in (a) and (b) above for which there are no fixed prices, these securities, as well as all other assets, will be valued at the current market value as determined in good faith by the Management Company, following generally accepted valuation principles verifiable by auditors.

- (iv) Liquid assets are valued at their nominal value plus interest.
- (v) Time deposits may be valued at their yield value if a contract exists between the Investment Company and the credit institution stipulating that these time deposits can be withdrawn at any time and that their yield value is equal to the realized value.
- (vi) All assets denominated in a foreign currency are converted into the currency of the sub-fund at the latest mean rate of exchange.
- c) An income equalization account is maintained.
- d) For large-scale redemption requests that cannot be met from the liquid assets and allowable credit facilities, the Management Company may determine the NAV per share of the respective sub-fund, or if more than one share class has been issued for a particular sub-fund, the NAV per share of each share class, based on the price on the valuation date on which it sells the necessary assets; this price then also applies to subscription applications submitted at the same time.
- e) The assets are allocated as follows:
  - (i) the proceeds from the issue of shares of a share class within a sub-fund are assigned in the books of the Investment Company to the appropriate sub-fund, and the corresponding amount will increase the percentage of that share class in the net assets of the sub-fund accordingly. Assets and liabilities, as well as income and expenses, are allocated to the respective sub-fund in accordance with the provisions contained in the following paragraphs. If such assets, liabilities, income and expenses are identified in the provisions of the special section of the Sales Prospectus as being allocated exclusively to certain specified share classes, they will increase or reduce the percentage of those share classes in the net assets of the sub-fund;
  - (ii) assets that are also derived from other assets are allocated in the books of the Investment Company to the same sub-fund or the same share class as the assets from which they are derived, and at each revaluation of an asset the increase or decrease in value is allocated to the corresponding sub-fund or share class;
  - (iii) if the Investment Company enters into an obligation that is connected to a particular asset of a particular sub-fund or a particular share class, or to an action relating to an asset of a particular sub-fund or a particular share class, e.g. the obligation attached to the currency hedging of currency hedged share classes, this liability is

- allocated to the corresponding sub-fund or share class;
- (iv) if an asset or a liability of the Investment Company cannot be allocated to a particular sub-fund, that asset or liability will be allocated to all sub-funds in proportion to the net assets of the corresponding sub-funds or in such other manner as the Management Company determines in good faith; the Investment Company as a whole is not liable to third parties for liabilities of individual sub-funds;
  - (v) in the event of a distribution of dividends, the net asset value per share of the distribution share class is decreased by the amount of the distribution. This decreases the percentage of the distribution share class in the sub-fund's net assets, while at the same time increasing the percentages in the sub-fund's net assets of the share classes that do not receive distributions. The net effect of the reduction of the sub-fund's net asset value, and the corresponding increase of the percentage of the sub-fund's net assets allocated to the share classes that do not receive distributions, is that the net asset values of the non-distributing share classes are not adversely affected by any dividend distribution.
  - f) By way of derogation from the preceding paragraphs the following can be applied for sub-funds that use SDU: the valuation of the derivatives and its underlying instruments can be processed at a deviant time at the corresponding valuation day of the respective sub-funds.

## 8. SUSPENSION OF THE REDEMPTION OF SHARES AND OF THE CALCULATION OF THE NET ASSET VALUE PER SHARE

- a) The Investment Company shall have the right to temporarily suspend the issue and redemption of shares of one or more sub-funds, or one or more share classes, as well as the calculation of the net asset value per share, if and while circumstances exist that make this suspension necessary and if the suspension is justified when taking account of the interests of the shareholders, in particular:
  - (i) while an exchange or other regulated market on which a substantial portion of the securities of the Investment Company are traded is closed (excluding normal weekends and holidays) or when trading on that exchange has been suspended or restricted;
  - (ii) in an emergency, if the Investment Company is unable to access its investments or cannot freely transfer the transaction value of its purchases or sales or calculate the net asset value per share in an orderly manner;

- (iii) if the assets available for acquisition on the market or the possibilities of disposing of assets of the sub-fund are limited because of the limited investment horizon of the sub-fund.
- b) Investors who have applied for redemption of shares will be informed promptly of the suspension and will then be notified immediately once the calculation of the net asset value per share is resumed.
- c) The suspension of the redemption and the exchange of shares, and of the calculation of the net asset value per share, shall have no effect on any other sub-fund.
- d) The beginning and end of a period of suspension is communicated to the Luxembourg supervisory authority and to all foreign supervisory authorities at which the respective sub-fund(s) has been registered in accordance with their respective regulations. Notice of suspension of the calculation of the NAV per share will be published in a Luxembourg daily newspaper and on the internet at [www.dws.lu](http://www.dws.lu), respectively solely on the website of the Management Company [www.dws.lu](http://www.dws.lu) from a certain point in time subject to prior communication and, if required, in the official publication media of the respective jurisdictions in which the shares are offered for sale to the public.

## 9. EXCHANGE OF SHARES

The following sections apply to all sub-funds, if not stated differently in the special section of this Sales Prospectus.

- a) Within certain limitations shareholders may at any time exchange some or all of their shares for shares of a different sub-fund or shares of a different share class upon payment of an exchange commission plus any applicable issue taxes and levies. The exchange commission is calculated on the amount to be invested in the new sub-fund, it is charged for the benefit of the main distributor, which in turn may pass it on at its discretion. The main distributor may waive the commission. If the investor has his shares in the custody of a financial institution, that institution may charge additional fees and costs in excess of the exchange commission.
- b) Shareholders of share classes with the "PF" designator ("placement fee share classes") cannot at any time exchange any or all of their shares for shares of a different sub-fund or shares of a different share class of the same sub-fund. After a pre-defined amortization period of 3 years commencing on the date of subscription or the immediately following valuation date, pre-paid expenses assigned to a subscribed share of a placement fee share class are fully amortized and the relevant number of place-

ment fee shares will be exchanged for a corresponding number of shares of the corresponding share class of the same sub-fund to avoid prolonged amortization. In this case no dilution adjustment is charged.

- c) It is possible to make exchanges between share classes that are denominated in different currencies provided that the custodian of the investor is able to process such an exchange request. The investors should note that not all service providers for custody are able to process the exchanges between share classes that are denominated in different currencies from an operational point of view.
- d) It is not possible to make exchanges between registered shares and bearer shares represented by a global certificate.
- e) The following applies for exchanges within the Euro share classes (Clause 9 (b) remains unaffected): The commission for an exchange may amount to as much as 1% of the value of the target share.
- f) In case of an exchange, the characteristics of the chosen sub-fund/share class (e.g. minimum investment balance, institutional character of the investor) must be fulfilled. (In terms of the initial minimum investment balance the Management Company reserves the right to deviate from this rule at its own discretion.)
- g) The number of shares that are issued in an exchange is based on the respective net asset value of the shares of the two relevant sub-funds on the valuation date on which the exchange order was executed in consideration of any applicable exchange fees, and is calculated as follows:

$$A = \frac{B \times C \times (1-D)}{E}$$

where

A = the number of shares of the new sub-fund to which the shareholder will be entitled;

B = the number of shares of the original sub-fund whose exchange the shareholder has requested;

C = the net asset value per share of the shares to be exchanged;

D = applicable exchange commission in %;

E = the net asset value per share of the shares to be issued as a result of the exchange.

## 10. ALLOCATION OF INCOME

For reinvesting share classes, income is continuously reinvested in the assets of the sub-funds and allocated to the respective share classes. For distributing share classes, the Management Company shall decide each

year whether a distribution will be made and in what amount. The Management Company may elect to pay out special and interim dividends for each share class in accordance with the law. No distribution will reduce the Investment Company's capital to a level below its minimum capital.

## 11. MANAGEMENT COMPANY, INVESTMENT MANAGEMENT, ADMINISTRATION, TRANSFER AGENT AND DISTRIBUTION

a) The Board of Directors of the Investment Company has appointed Deutsche Asset & Wealth Management Investment S.A. as Management Company.

b) The Investment Company has entered into an investment management agreement with Deutsche Asset & Wealth Management Investment S.A. Performance of investment management service is subject to the Law of 2010.

Deutsche Asset & Wealth Management Investment S.A. is a public limited company under Luxembourg law and a subsidiary of Deutsche Bank Luxembourg S.A. and Deutsche Asset & Wealth Management Investment GmbH, Frankfurt/Main, Germany. It is established for an indeterminate time. The contract may be terminated by any of the parties on three months' notice. Administration covers all the tasks pertaining to joint investment management as specified in Annex II to the Law of 2010 (investment management, administration, distribution).

c) The Investment Company's Board of Directors remains jointly responsible for investing the Investment Company's assets held in each sub-fund.

d) The Management Company may, in compliance with the regulations of chapter 15 of the Law of 2010, delegate one or more tasks to third parties under its supervision and control.

(i) Investment management

The Management Company can appoint, on its own responsibility and under its own control, one or more fund managers for the day-to-day implementation of the investment policy. In this respect, fund management shall encompass day-to-day implementation of the investment policy and direct investment decisions. The fund manager shall implement the investment policy, make investment decisions and continuously adapt them to market developments as appropriate, taking into account the interests of the respective sub-fund. The respective contract may be terminated by any of the parties on three months' notice.

The respective fund manager designated for each sub-fund is specified in the respective special section of this Sales Prospectus. Subject to applicable legal requirements, regulatory

approval and appropriate disclosure in the Sales Prospectus, the fund manager may delegate its fund management services in whole or in part, under its supervision, control and responsibility, and at its own expense.

(ii) Administration, Transfer Agent, Registrar

The Management Company has entered into an administration agreement with State Street Bank Luxembourg S.C.A. Under this administration agreement, State Street Bank Luxembourg S.C.A. assumes significant central administration functions, namely fund bookkeeping and net asset value calculation. State Street Bank Luxembourg S.C.A. has been doing business as a bank since its establishment in 1990. The contract may be terminated by any of the parties on three months' notice.

Deutsche Asset & Wealth Management Investment S.A. assumes the remaining duties of central administration, including in particular the retrospective monitoring of investment limits and restrictions and the functions of Domiciliary Agent and Registrar and Transfer Agent.

With regard to the function as Registrar and Transfer Agent, Deutsche Asset & Wealth Management Investment S.A. has entered into an agreement with State Street Bank GmbH in Munich. Within the scope of the agreement State Street Bank GmbH assumes the duties of managing the global certificate, which is deposited with Clearstream Banking AG in Frankfurt/Main.

(iii) Distribution

Deutsche Asset & Wealth Management Investment S.A. acts as the main distributor.

### Special Notice

**The Investment Company draws the investors' attention to the fact that any investor will only be able to fully exercise his investor rights directly against the fund, notably the right to participate in general shareholders' meetings if the investor subscribed the fund shares himself and in his own name. In cases where an investor invests in the fund through an intermediary investing into the fund in his own name but on behalf of the investor, it may not always be possible for the investor to exercise certain shareholder rights directly against the fund. Investors are advised to take advice on their rights.**

## 12. THE CUSTODIAN

a) The Custodian is State Street Bank Luxembourg S.C.A. It is a partnership limited by shares established under Luxembourg

law and conducts banking activities. The rights and obligations of the Custodian are governed by the by-laws, this Sales Prospectus and the Custodian agreement. Its particular duty is to hold in safe-keeping the assets of the Investment Company. The Custodian acts in the interests of the shareholders.

b) All securities and other assets of the Investment Company are held in safe-keeping by the Custodian in separate accounts and deposits, authority over which may only be exercised in compliance with the provisions contained in the by-laws. The Custodian may, on its own responsibility, entrust other banks or securities clearing houses with the custody of the securities and assets of the Investment Company.

c) Both the Custodian and the Investment Company may terminate the custody arrangement at any time by giving three months' written notice. Such termination will be effective when the Investment Company, with the authorization of the responsible supervisory authority, appoints another bank as Custodian and that bank assumes the responsibilities and functions as Custodian; until then the previous Custodian shall continue to fulfill its responsibilities and functions as Custodian to the fullest extent in order to protect the interests of the shareholders.

d) The Custodian is bound to follow the instructions of the Investment Company, unless such instructions are in violation of the law, the by-laws or this Sales Prospectus.

## 13. COSTS AND SERVICES RECEIVED

a) The Investment Company shall pay to the Management Company a fee from the assets of the sub-fund based on the respective sub-fund's net asset value calculated on the valuation date, in each case relative to the percentage of the sub-fund's assets attributable to the respective individual share class. The current Management Company fee rates are disclosed for the respective share classes in the special section of this Sales Prospectus. This fee shall in particular serve as compensation for the Management Company, the fund management, the custodian services, the fund administration, the external costs of the auditors, representative agents, tax representatives and country registration for local public distribution and the distributors of the sub-fund.

The Custodian fee for the custody of the Investment Company's assets, the amount of which is generally dependent on the assets held (excluding transaction costs incurred by the Custodian). The Investment Company and the Custodian shall set the specific amount of this fee in the Custodian agreement in accordance with customary market practice in Luxembourg. The exact amount of the

fee charged may be viewed in the fund's annual report. In addition to this fee, the Custodian can/shall also receive compensation for costs and expenses incurred through activities not already covered by the fee.

The administration fee is also generally dependent on the net assets of the respective sub-fund. The Management Company and the administrator shall set the specific amount of this fee in the administration agreement in accordance with customary market practice in Luxembourg. The fee may differ for each share class. The exact amount of the fee charged can be viewed in the Investment Company's annual report. In addition to the administration fee, the administrator shall receive compensation for costs and expenses incurred through activities in relation to the administration not already covered by the fee. Administration includes the performance of all bookkeeping and other administrative duties required for the central administration of a Luxembourg fund by law and supplementary regulations.

The Management Company usually passes on some of its management fee to intermediaries. This is paid as remuneration for sales services performed on an agency basis. This may constitute a substantial amount. The fee may differ for each share class. The annual report contains additional information on this. The Management Company does not receive any reimbursement of the fees and expense reimbursements payable out of a sub-fund to the Custodian and third parties. Valuable benefits offered by brokers and traders, which the Management Company uses in the interests of investors, shall not be affected (see the section entitled "Buy and sell orders for securities and financial instruments").

Costs arising from any potential domestic or foreign registration for local public distribution.

Costs incurred for the preparation, filing and publication of the by-laws and other documents relating to the Investment Company or shareholders, including registration applications, Sales Prospectuses or written explanations to all registration authorities and exchanges (including local securities traders' associations) that must be undertaken in connection with the sub-funds or the offering of the shares of the sub-funds.

The Management Company may additionally receive from the assets of the respective sub-fund a performance-related fee for individual or all share classes, the level of which is specified in the respective special section of this Sales Prospectus. If a performance-related fee is provided for, the calculation of the fee takes place at the level of the respective share classes.

The performance-related fee is generally based on a benchmark specified in the respective special section of this Sales Prospectus. A hurdle rate may also be used as a measure for the performance-related fee to be assessed for individual sub-funds. If the specified benchmark should cease to apply during the term of the sub-fund, the Management Company may, in the interest of shareholders, employ a comparable recognized benchmark as the basis for calculating the performance-related fee in the place of the obsolete index. If such a comparable benchmark does not exist, the Management Company may create a suitable benchmark for the sub-fund on a basis that is recognized. As this would be an internal benchmark created by the Management Company itself, conflicts of interest may occur. However, the Management Company will set the benchmark to the best of its knowledge and belief in an effort to avoid such conflicts of interest. If a shareholder wants information on the composition of the benchmark, he can request it at no cost from the Management Company.

In relation to trading operations for the sub-funds, the Management Company is entitled to make use of valuable benefits offered by brokers and traders, which it will use for investment decisions in the interests of the shareholders. These services include direct services provided by the brokers and traders themselves, such as research and financial analyses, and indirect services such as market and price information systems.

- b) In addition to the aforementioned remuneration of the Management Company, the following fees and expenses may also be charged to the Investment Company:
- (i) The Registrar and Transfer Agent fee, and the remuneration of any sub-transfer agents, for the maintenance of the register of shares and the settlement of transactions to buy, sell and exchange shares. The amount of this fee is dependent on the number of share registers being maintained. The fee may differ for each share class. The exact amount of the fee charged can be viewed in the Investment Company's annual report. In addition to this fee, the Registrar and Transfer Agent shall also receive compensation for costs and expenses incurred through activities in relation to the Registrar and Transfer Agent services not already covered by the fee.
  - (ii) The remuneration of the Board of Directors.
  - (iii) Costs incurred for the printing, mailing and translation of all statutory sales documentation, as well as for the printing and distribution of all other reports and documents required according to applicable laws or regulations issued by the authorities.

- (iv) Costs arising from any potential domestic or foreign market listing.
  - (v) Other costs of investing and managing the assets of the respective sub-fund.
  - (vi) Formation costs and other costs in connection thereto may be charged to the assets of the sub-fund to which they pertain. Any such charges are amortized during a period not exceeding five years. Formation costs are not expected to exceed EUR 50,000.
  - (vii) Costs for the information of investors via durable medium, with the exception of costs for information about mergers and measures in relation to errors in NAV-calculation or to breaches of investment policy.
  - (viii) Insurance premiums, postage, telephone and fax costs.
  - (ix) Costs incurred for the rating of a sub-fund by internationally recognized rating agencies.
  - (x) The cost of the dissolution of a share class or a sub-fund.
  - (xi) Association membership costs.
  - (xii) Costs connected to the attainment and maintenance of a status that authorizes direct investment in assets in a country or direct participation as a contracting party in markets in a country.
  - (xiii) Costs incurred in connection with the use of index names, particularly license fees.
  - (xiv) Networking costs for the use of clearing systems. The costs incurred will be charged to the respective share class.
- c) In addition to the aforementioned costs and remunerations, the following expenses may also be charged to the sub-funds:
- (i) The service functions of the main distributor include, in addition to selling the shares, the performance of other administrative duties reserved for the main administration of a fund in Luxembourg by law and supplementary regulations.
  - (ii) All of the taxes charged to the assets of a sub-fund and to a sub-fund itself (especially the *taxe d'abonnement*), as well as any taxes that may arise in connection with administrative and custodial costs.
  - (iii) Legal fees incurred by the Management Company, the administrator, the fund manager, the Custodian or the Transfer Agent, or by a third party

appointed by the Management Company, when acting in the interests of the shareholders.

- (iv) Any costs that may arise in connection with the acquisition and disposal of assets (including transaction costs incurred by the Custodian that are not covered by the Custodian fee).
  - (v) Any costs that may arise in connection with currency hedging of currency hedged share classes are charged against the respective share class. The costs may differ depending on the sub-fund and share class.
  - (vi) Revenues arising from securities lending transactions or (reverse) repurchase agreement transactions should be returned to the sub-fund, net of direct or indirect operational costs. However, the Management Company reserves the right to charge a fee for initiating, preparing and implementing such transactions. In particular, the Management Company shall receive a flat fee for initiating, preparing and implementing securities lending transactions (including synthetic securities lending transactions) and (reverse) repurchase agreement transactions for the account of the sub-fund amounting to up to 40% of the income from these transactions. The Management Company shall bear the costs which arise in connection with preparing and implementing such transactions, including any fees payable to third parties (i.e. transaction fees paid to the depository bank and fees for the use of specific information systems to ensure "best execution").
  - (vii) Extraordinary costs (e.g. court costs) that may be incurred in order to protect the interests of shareholders of a sub-fund; the Board of Directors shall decide in each individual case whether or not to assume such costs and will report these separately in the annual report.
- d) Shares of share classes with the "PF" designator are subject to a placement fee ("placement fee share classes"). The placement fee for each subscribed share amounts to up to 3% and is multiplied by the NAV per share on the date of subscription or the immediately following valuation date. The so calculated amount is levied on the relevant placement fee share class. On the valuation date immediately following the date of subscription, the placement fee for each subscribed share of the relevant placement fee share class is paid out as compensation for the distribution of the share class and at the same time booked as an accounting position (pre-paid expenses), reflected in the NAV per share of the relevant placement fee share class only. The NAV per share of the placement fee share class

on the respective valuation date is therefore not affected by the payment of the placement fee. The overall position of pre-paid expenses is then amortized on a daily basis. After a pre-defined amortization period of 3 years commencing on the date of subscription or the immediately following valuation date, pre-paid expenses assigned to a subscribed share of a placement fee share class are fully amortized.

- e) Costs incurred for marketing activities are not charged to the Investment Company.
  - f) Fees are paid out at the end of the month. All costs shall first be deducted from current income, then from capital gains and lastly from the assets of the sub-fund. The specified costs are listed in the annual reports.
  - g) Investment in shares of target funds
- Investments in target funds may lead to duplicate costs, since fees are incurred at the level of the sub-fund as well as at the level of a target fund. Regarding investments in shares of target funds the following costs are directly or indirectly borne by the investors of the sub-fund:
- the management fee/all-in fee of the target fund;
  - the performance fees of the target fund;
  - the front-end load and back-end load of the target fund;
  - reimbursements of expenses of the target fund;
  - other costs.

The annual and semi-annual reports include disclosures of the amounts of the front-end load and back-end load that have been charged to the sub-fund, over the period covered by the reports, for the acquisition and redemption of shares of target funds. Furthermore, the annual and semi-annual reports include a disclosure of the total amount of management fees/all-in fees charged to the sub-fund by target funds.

If the sub-fund's assets are invested in shares of a target fund that is managed directly or indirectly by the Investment Company itself, the same Management Company or by another company that is affiliated with it by virtue of joint management or control, or by material direct or indirect shareholding, the Investment Company, the Management Company or the other company will not charge to the fund's assets any fees for the acquisition or redemption of shares of such other fund.

The amount of the management fee/all-in fee attributable to shares of a target

fund associated to the sub-fund (double charging of costs or difference method) can be found in the special section of the Sales Prospectus.

## 14. TAXES

- a) Pursuant to articles 174-176 of the Law of 2010, the assets of each respective sub-fund or the respective share class are generally subject to a tax in the Grand Duchy of Luxembourg (the "taxe d'abonnement") of 0.05% or 0.01% p.a. at present, payable quarterly on the net assets of each sub-fund reported at the end of each quarter.

This rate is 0.01% for:

- sub-funds whose sole object is the collective investment in money market instruments and the placing of deposits with credit institutions;
- sub-funds whose sole object is the collective investment in deposits with credit institutions;
- individual sub-funds as well as for individual classes of shares, provided that the shares of such compartments or classes are reserved to one or more institutional investors.

According to article 175 of the Law of 2010, under certain circumstances, the assets of a sub-fund or a respective share class may also be completely exempt.

The tax rate applicable to a sub-fund or share class can be found in the respective special section of the Sales Prospectus.

- b) The sub-fund's income may be subject to withholding tax in the countries where the sub-fund's assets are invested. In such cases, neither the Custodian nor the Management Company is required to obtain tax certificates.
- c) The tax treatment of fund income at investor level is dependent on the individual tax regulations applicable to the investor. For information about individual taxation at investor level (especially non-resident investors), a tax adviser should be consulted.

- (i) EU taxation of interest payments (EU withholding tax)

In accordance with the provisions of EU Directive 2003/48/EC on the taxation of interest payments within the EU (the "Directive"), which entered into force on July 1, 2005, the possibility cannot be excluded that a withholding tax may be levied in certain cases if a Luxembourg paying agent effects certain distributions or redemptions of fund shares and the recipient of these funds is an individual who is a resident of another EU member state. The withholding tax on

such payments and redemptions is 35% as of July 1, 2011.

The individual affected can instead explicitly authorize the Luxembourg paying agent to disclose the necessary tax information according to the information exchange system provided for in the Directive to the tax authority for the respective domicile.

Alternatively, he can present to the Luxembourg paying agent a certificate issued by the tax authority for the respective tax domicile for exemption from the above withholding tax.

For Luxembourg, the basic procedure of withholding tax was valid until December 31, 2014. Since January 1, 2015, the following reporting procedure is performed.

Interest income credited by a Luxembourg credit institution (acting as paying agent) to a natural person residing in a European country or certain third countries, are reported by the Luxembourg credit institution to the Luxembourg tax authorities, and then reported to the respective foreign tax authorities of the country of resident.

(ii) UK Taxation

Where applicable, the Directors intend to apply for distributor status/reporting status in respect of share classes made available to UK investors. Please see the sub-fund product annexes in the Sales Prospectus – Special Section – for more detail.

## 15. SHAREHOLDERS' MEETINGS

- a) The shareholders' meeting represents the entire body of shareholders, regardless of which particular sub-fund a shareholder has invested in. It shall have the power to take decisions on all matters pertaining to the Investment Company. Resolutions passed at a shareholders' meeting on matters pertaining to the Investment Company as a whole shall be binding upon all shareholders.
- b) The general shareholders' meeting is held at the Investment Company's registered office, or at any other place determined in advance, on every fourth Wednesday in April of each year at 03:00 pm. In years when such fourth Wednesday in April falls on a bank holiday, the General Shareholders' Meeting will be held on the next bank business day. Shareholders may appoint proxies to represent them at a shareholders' meeting.
- c) Resolutions are passed by simple majority of the shares represented in person or by proxy and actually voted at the meeting. In all other aspects, the law on Trading Companies of August 10, 1915, shall apply. Subject to clause 3.4 (iii), each share of any share class is entitled to one

vote, in accordance with Luxembourg law and the by-laws.

- d) Other shareholders' meetings are held at such place and time as may be specified in the respective notices of meeting.
- e) The Board of Directors or, as the case may be, the Management Company may convene a shareholder's meeting. Invitations to shareholders' meetings are published in the Mémorial, in a Luxembourg newspaper and in additional newspapers, if required by law or if considered appropriate by the Board of Directors or, as the case may be, the Management Company. If all shareholders are represented in person or by proxy and have confirmed that they are aware of the agenda, the requirement for a formal invitation may be waived.
- f) The Board of Directors or, as the case may be, the Management Company may determine all other conditions that must be fulfilled by shareholders in order to attend any meeting of shareholders. To the extent permitted by law, the convening notice to a shareholders' meeting may provide that the quorum and majority requirements will be assessed against the number of shares issued and outstanding at midnight (Luxembourg time) on the fifth day prior to the relevant meeting (the Record Date) in which case, the right of any shareholder to participate in the meeting will be determined by reference to his/her/its holding as at the Record Date.

## 16. ESTABLISHMENT, CLOSING AND MERGER OF SUB-FUNDS OR SHARE CLASSES

### 16.1 Establishment

Resolutions to establish sub-funds or share classes are adopted by the Board of Directors.

### 16.2 Closing

- a) In the cases provided for by law, the Board of Directors or, as the case may be, the Management Company may resolve to dissolve the Investment Company's assets held in a sub-fund and to pay out to shareholders the net asset value of their shares on the valuation date on which the decision takes effect. If a situation arises resulting in the dissolution of the sub-fund, the issue and redemption of shares of the respective sub-fund will be halted. On order of the Investment Company or the liquidators appointed by the shareholders' meetings, the Custodian will divide the proceeds of the liquidation less the costs of liquidation and fees among the shareholders of the respective sub-fund according to their entitlement. The net proceeds of liquidation not collected by shareholders upon completion of the liquidation proceedings will at that time be deposited by the Custodian with the Caisse des Consignations in Luxembourg for the account of shareholders entitled to them, where such amounts will be forfeited if not claimed by the statutory deadline.

- b) Furthermore, the Board of Directors or, as the case may be, the Management Company may declare the cancellation of the issued shares in such a sub-fund and the allocation of shares in another sub-fund, subject to approval by the shareholders' meeting of the shareholders of that other sub-fund, provided that for the period of one month after publication according to the provision below the shareholders of the corresponding sub-fund shall have the right to demand the redemption or exchange of all or part of their shares at the applicable net asset value without additional cost.
- c) In the cases provided for by law, the Board of Directors or, as the case may be, the Management Company may resolve to dissolve a share class within a sub-fund and to pay out to the shareholders of this share class the net asset value of their shares (taking into consideration the actual realization values and realization costs with respect to investments in connection with this cancellation) on the valuation date on which the decision takes effect. Furthermore, the Board of Directors or, as the case may be, the Management Company may declare the cancellation of the issued shares of a share class of such a sub-fund and the allocation of shares of another share class of the same sub-fund, provided that for the period of one month after publication according to the provision below, the shareholders of the share class of the sub-fund to be cancelled shall have the right to demand the redemption or exchange of all or part of their shares at the applicable net asset value and in accordance with the procedure described in articles 14 and 15 of the by-laws at no additional cost.

- d) The closure of the liquidation of a sub-fund shall in principle take place within a period of nine (9) months starting from the decision relating to the liquidation. At the closure of the liquidation of a sub-fund any residue shall be deposited as soon as possible at the Caisse de Consignation.

### 16.3 Merger

- a) The following provisions will be applied:
  - (i) The Investment Company may, either as a Merging UCITS or as a Receiving UCITS (both as defined below), be subject to cross-Border and domestic mergers in accordance with one or more of the merger techniques provided for in clause 16.3 (a) (iv) (A) I to III below.
  - (ii) The Board of Directors is competent to decide on the effective date of the merger with another UCITS.
  - (iii) The Board of Directors may decide to merge share classes within a sub-fund. Such a merger means that the investors in the share class to be cancelled receive shares of the receiving share class, the number

of which is based on the ratio of the net asset values per share of the share classes involved at the time of the merger, with a provision for settlement of fractions if necessary. The execution of the merger will be monitored by the auditor of the Investment Company.

(iv) For the sake of this clause 16.3 (a):

(A) a merger means an operation whereby:

- I. one or more UCITS or sub-funds thereof (the Merging UCITS), on being dissolved without going into liquidation, transfer all of their assets and liabilities to another existing UCITS or a sub-fund thereof (the Receiving UCITS), in exchange for the issue to their unitholders of units of the Receiving UCITS and, if applicable, a cash payment not exceeding 10% of the net asset value of those units;
- II. two or more UCITS or sub-funds thereof (the Merging UCITS), on being dissolved without going into liquidation, transfer all of their assets and liabilities to a UCITS which they form or sub-fund thereof (the Receiving UCITS), in exchange for the issue to their unitholders of units of the Receiving UCITS and, if applicable, a cash payment not exceeding 10% of the net asset value of those units;
- III. one or more UCITS or sub-funds thereof (the Merging UCITS), which continue to exist until the liabilities have been discharged, transfer their net assets to another sub-fund of the same UCITS, to a UCITS which they form or to another existing UCITS or a sub-fund thereof (the Receiving UCITS);

(B) the term unitholders/units also refers to the shareholders/shares of the Investment Company or a sub-fund;

(C) the term UCITS also refers to a sub-fund of a UCITS; and

(D) the term Company also refers to a sub-fund of the Investment Company.

(v) Where the Investment Company is merging with another UCITS (the Other UCITS), either as the Merging UCITS or the Receiving UCITS, the following rules will apply:

(A) The Investment Company will provide appropriate and accurate information on the proposed merger to its shareholders so as to enable them to make an informed judgment of the impact of the merger on their investment. This information must be provided only after the CSSF has authorized the proposed merger and at least thirty days before the last date for requesting repurchase or redemption or, as the case may be, conversion without additional charge under clause 16.3 (a) (v) (D). The information to be provided to Shareholders will include appropriate and accurate information on the proposed merger such as to enable them to take an informed decision on the possible impact of the merger on their investment and to exercise their rights under clauses 16.3 (a) (v) (B), (D) and (E).

It will include the following:

- I. the background to and the rationale for the proposed merger;
- II. the possible impact of the proposed merger on shareholders, including but not limited to any material differences in respect of investment policy and strategy, costs, expected outcome, periodic reporting, possible dilution in performance, and, where relevant, a prominent warning to investors that their tax treatment may be changed following the merger;
- III. any specific rights shareholders have in relation to the proposed merger, including but not limited to the right to obtain additional information, the right to obtain or request a copy of the report of the approved statutory auditor or the independent auditor or the custodian bank (if applicable in the receiving UCITS home EU Member State) and the right to request the repurchase or redemption or, as the case may be, the conversion of their units without charge as specified in clause 16.3 (a) (v) (D) and the last date for exercising that right;
- IV. the relevant procedural aspects and the planned effective date of the merger; and
- V. a copy of the key investor information of the receiving

UCITS, referred to in article 159 of the Law of 2010, or, as the case may be, in article 78 of Directive 2009/65/EC.

(B) The Board of Directors' decision to merge will be approved by the shareholders' meeting deciding by simple majority of the votes cast by shareholders present or represented at the shareholders' meeting. For any merger where the Investment Company ceases to exist, such merger will require the vote of shareholders in the Investment Company subject to the quorum and majority requirements provided for amendment to these sections. Where the Investment Company ceases to exist as a result of a merger, the effective date of the merger must be recorded by notarial deed.

Insofar as a merger requires the approval of the shareholders' meeting pursuant to the provisions above, only the approval of the Shareholders' Meeting the sub-fund(s) concerned by the merger will be required.

(C) If the Other UCITS has been notified in accordance with article 93 of Directive 2009/65/EC, the information referred to in clause 16.3 (a) (v) (A) will be provided in one of the official languages of Luxembourg, or in a language approved by the CSSF. The Investment Company will be responsible for producing the translation. That translation will faithfully reflect the content of the original.

(D) The shareholders have the right to request, without any charge other than those retained by the UCITS to meet disinvestment costs, the repurchase or redemption of their shares or, where possible, to convert them into units in another UCITS with similar investment policy and managed by the same management company or by any other company with which the management company is linked by common management or control, or by a substantial direct or indirect holding. This right will become effective from the moment that the shareholders have been informed of the proposed merger in accordance with clause 16.3 (a) (v) (A), and will cease to exist five working days before the date for calculating the exchange ratio referred to in clause 16.3 (a) (v) (H).

(E) Without prejudice to clause 16.3 (a) (v) (D), by way of derogation

from articles 11, paragraph (2), and 28, paragraph (1), point b) of the Law of 2010, the Investment Company may decide, or may be requested by the CSSF, to temporarily suspend the subscription, repurchase or redemption of units, provided that any such suspension is justified for the protection of the shareholders.

(F) The custodian bank of the Investment Company must verify the conformity of the particulars set out in clause 16.3 (a) (v) (G) I, VI and VII.

(G) The Investment Company and the Other UCITS must draw up common draft terms of merger. The common draft terms of merger will set out the following particulars:

- I. an identification of the type of merger and of the UCITS involved;
- II. the background to and rationale for the proposed merger;
- III. the expected impact of the proposed merger on the unitholders of both the Merging and the Receiving UCITS;
- IV. the criteria adopted for valuation of the assets and, where applicable, the liabilities on the date for calculating the exchange ratio as referred to in clause 16.3 (a) (v) (H);
- V. the calculation method of the exchange ratio;
- VI. the planned effective date of the merger;
- VII. the rules applicable to the transfer of assets and the exchange of units, respectively; and
- VIII. in the case of a merger pursuant to clause 16.3 (a) (iv) (A) II and, as the case may be, clause 16.3(a)(iv) (A) III or, as the case may be, article 2, paragraph (1), point p) ii) and, as the case may be, article 2, paragraph (1), point p) iii) of Directive 2009/65/EC, the management regulations or the instruments of incorporation of the newly constituted Receiving UCITS.

The Merging and Receiving UCITS may decide to include further items in the common draft terms of merger.

(H) The common draft terms of the merger referred to in clause 16.3(a) (v) (G) will determine the effective date of the merger as well as the date for calculating the exchange ratio of units of the merging UCITS into units of the receiving UCITS and, as the case may be, for determining the relevant net asset value for cash payments. Such dates will be after the approval, as the case may be, of the merger by unitholders of the Receiving UCITS or the Merging UCITS.

(vi) Where the Investment Company is the Merging UCITS the following rules will apply:

(A) The Investment Company will entrust its auditor to validate the following:

- I. the criteria adopted for valuation of the assets and, as the case may be, the liabilities on the date for calculating the exchange ratio, as referred to in Clause 16.3 (a) (v) (H);
- II. where applicable, the cash payment per share; and
- III. the calculation method of the exchange ratio as well as the actual exchange ratio determined at the date for calculating that ratio, as referred to in Clause 16.3 (a) (v) (H).

A copy of these reports shall be made available on request and free of charge to the unitholders of both the Merging UCITS and the Receiving UCITS and to their competent authorities.

(vii) Where the Investment Company is the Receiving UCITS the following rules will apply:

(A) While ensuring observance of the principle of risk-spreading, the Investment Company is allowed to derogate from articles 43, 44, 45 and 46 of the Law of 2010, for six months following the effective date of the merger.

(B) The Management Company of the Investment Company will confirm in writing to the custodian bank of the Investment Company that the transfer of assets and, as the case may be, liabilities is complete.

(C) The entry into effect of the merger will be made public through all appropriate means by the Investment Company and will be notified to the CSSF and to the other competent authorities involved in the merger.

(viii) A merger which has taken effect as provided for in Clause 16.3(a)(v)(H) may not be declared null and void and will have the following effects:

(A) A merger effected in accordance with Clause 16.3 (a) (iv) (A) I will have the following consequences:

- I. all the assets and liabilities of the Merging UCITS are transferred to the Receiving UCITS or, as the case may be, to the custodian bank of the Receiving UCITS;
- II. the unitholders of the merging UCITS become unitholders of the receiving UCITS and, as the case may be, they are entitled to a cash payment not exceeding 10% of the net asset value of their units in the merging UCITS; and
- III. the merging UCITS established in Luxembourg ceases to exist on the entry into effect of the merger.

(B) A merger effected in accordance with Clause 16.3 (a) (iv) (A) II will have the following consequences:

- I. all the assets and liabilities of the Merging UCITS are transferred to the newly constituted Receiving UCITS or, as the case may be, to the custodian bank of the Receiving UCITS;
- II. the unitholders of the Merging UCITS become unitholders of the newly constituted Receiving UCITS and, as the case may be, they are entitled to a cash payment not exceeding 10% of the net asset value of their units in the Merging UCITS; and
- III. the Merging UCITS established in Luxembourg cease to exist on the entry into effect of the merger.

(C) A merger effected in accordance with Clause 16.3 (a) (iv) (A) III will have the following consequences:

- I. the net assets of the Merging UCITS are transferred to the Receiving UCITS or, as the case may be, to the custodian bank of the Receiving UCITS;
- II. the unitholders of the Merging UCITS become unitholders of the Receiving UCITS; and
- III. the Merging UCITS established in Luxembourg con-

tinues to exist until the liabilities have been discharged.

## 17. DISSOLUTION OF THE INVESTMENT COMPANY

- a) The Investment Company may be dissolved at any time by the Shareholders' Meeting. The quorum required by law is necessary for resolutions to be valid.
- b) The dissolution of the Investment Company shall be announced in Luxembourg in accordance with the applicable legal requirements.
- c) If a situation arises resulting in the dissolution of the Investment Company, the issue and redemption of shares will be halted. On order of the Investment Company or the liquidators appointed by the Shareholders' Meeting, the Custodian will divide the proceeds of the liquidation less the costs of liquidation and fees among the shareholders of the respective sub-funds according to their entitlement.
- d) The closure of the dissolution of the Investment Company shall in principle take place within a period of nine (9) months starting from the decision relating to the liquidation. At the closure of the dissolution any residue shall be deposited as soon as possible at the Caisse de Consignation.

## 18. PUBLICATIONS

- a) The net asset value per share may be obtained from the Management Company and all paying agents and it may be published in each distribution country through appropriate media (such as the Internet, electronic information systems, newspapers, etc). In order to provide better information for the investors and to satisfy different customary market practices, the Management Company may also publish an issue/redemption price in consideration of a front-end load and redemption fee. Such information may be obtained from the Investment Company, the Management Company, the Transfer Agent or the sales agent on every day such information is published.
- b) The Investment Company produces an audited annual report and a semi-annual report according to the laws of the Grand Duchy of Luxembourg which are available for inspection at the registered office of the Investment Company.
- c) This Sales Prospectus, the Key Investor Information Document ("KIID") , the by-laws, as well as its annual and semi-annual reports are available free of charge to shareholders at the registered office of the Investment Company and at all sales and paying agents. Copies of the following documents may also be inspected free of charge on any bank business day in Luxembourg during customary business hours at the registered

office of the Investment Company at 2, Boulevard Konrad Adenauer, 1115 Luxembourg, Luxembourg:

- (i) the management company agreement,
  - (ii) the custodian agreement,
  - (iii) the administration agreement, and
  - (iv) the fund management agreement.
- d) The Investment Company will inform the investors by means of an additional publication that as of the date of this additional publication important information will only be disclosed to the investors on the website of the Management Company [www.dws.lu](http://www.dws.lu). If required in certain distribution countries, publications will also be made in a newspaper or in other means of publication required by law. In cases where it is required by law in Luxembourg, publications will additionally be made in at least one Luxembourg newspaper and, if applicable, in the Mémorial.

## 19. INCORPORATION, FISCAL YEAR, TERM

The Investment Company was established on March 7, 2012, for an indeterminate period. Its fiscal year ends on December 31 of each year. The first fiscal year started at the date of incorporation of the Investment Company and ended on December 31, 2012. The first annual shareholders' meeting was held in the year 2013. The first annual financial report was published within four months after the end of the first fiscal year, i.e. at the latest on April 30, 2013. The first unaudited semi-annual report was prepared as of June 30, 2012, and was published at the latest on August 31, 2012.

## 20. EXCHANGES AND MARKETS

The Management Company has no knowledge of the Investment Company's shares being traded on an exchange or organized market.

The Management Company may have the shares of the Investment Company admitted for listing on an exchange or traded on organized markets; currently the Management Company is not availing itself of this option.

# B. Sales Prospectus – Special section

## db Advisory Multibrands – db World Selection Plus

<b>Investor profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	60% MSCI World Net in Euro and 40% Euro Overnight Index Swap (EONIA)
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	April 30, 2012	105 EUR (incl. front end load)	Accumulating
LD	EUR	December 13, 2013	105 EUR (incl. front end load)	Distribution
PFC	EUR	December 1, 2014	100 EUR	Accumulating
PFD	EUR	January 22, 2015	100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Contingent Deferred Sales Charge (CDSC)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	0%	Up to 2.4%	0.05%
LD	Up to 5%	0%	Up to 2.4%	0.05%
PFC	0%	0%	Up to 1.6%	0.05%
PFD	0%	0%	Up to 1.6%	0.05%

<b>Dilution adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – db World Selection Plus, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – db World Selection Plus is to achieve a positive long-term investment performance taking into account the opportunities and risks of the international equity and fixed-income markets.

The sub-fund can invest globally in investment funds such as equity, bond, commodity and money-market funds, investment funds that reflect the performance of an index and exchange traded funds (ETF) as well as Exchange Traded Commodities (ETCs) and certificates based on commodities, commodities

indices, precious metals and precious metals indices.

In addition the sub-fund may invest globally in equities and bonds, such as equity certificates, index certificates, convertible bonds, warrant linked bonds whose underlying warrants are for securities, warrants for securities, dividend-right and participation certificates as well as derivatives of the above mentioned underlyings and short-term deposits, regularly traded money market instruments and liquid assets.

At least 30% of the sub-fund's assets are invested in equity funds, equities as well as instruments and derivatives related to equities.

Up to 40% may be invested in Exchange Traded Commodities (ETCs) and certificates based on commodities, commodities indices, precious metals and precious metals indices. The

sub-fund may not enter into any obligations regarding the transfer of physical commodities. There will be no investments into derivatives in respect of ETCs.

According clause 3.1 (j), investment in the certificates listed here is only permitted if they are 1:1 certificates.

The investment policy of the sub-fund will be implemented through investments in different themes and strategies. The fund management will decide on its own discretion which theme and strategy to follow. The investment focus of the sub-fund will consist of equity funds, equities as well as instruments and derivatives related to equities with dividend and value bias – expecting to deliver an above-average dividend yield. In addition to that further themes and strategies may be allocated for the sub-fund's portfolio; e.g. investments in commodities, convertibles, corpo-

rate credit, sovereign bonds (emerging markets and developed markets) and precious metals. All themes and strategies are selected at full discretion of the fund manager. The investment in ETCs and certificates based on commodities, commodities indices, precious metals and precious metals indices are performed in accordance with article 9 of the Grand-Ducal Regulation of February 8, 2008.

In compliance with the investment limits specified in clause 3.2 of the general section of the Sales Prospectus, the investment policy may also be implemented through the use of suitable derivative financial instruments. These derivative financial instruments may include, among others, options, forwards, futures, futures contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

In addition the sub-fund's assets may be invested in all other permissible assets as specified in clause 3 of the general section of the Sales Prospectus.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of Deutsche Bank Group or affiliated parties.

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0745162031	9.3%	17.2%
Class LD	LU0957678005	9.3%	10.5%
Class PFC	LU1122765131	–	0.6%

<sup>1)</sup> Class LC launched on April 30, 2012, Class LD on December 13, 2013, Class PFC on December 1, 2014

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.

As of: December 31, 2014

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## Db Advisory Multibrands – PIMCO Euro Coupon Bond Fund

<b>Investor profile</b>	Income-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager PIMCO Deutschland GmbH
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	Barclays Capital Euro Aggregate
<b>Leverage effect</b>	Up to 5 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	April 30, 2012	103 EUR (incl. front end load)	Accumulating
LDQ	EUR	April 30, 2012	103 EUR (incl. front end load)	Distribution (quarterly)
PFC	EUR	May 11, 2015	100 EUR	Accumulating
PFDQ	EUR	May 11, 2015	100 EUR	Distribution (quarterly)

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 3%	Up to 1.75%	0.05%
LDQ	Up to 3%	Up to 1.75%	0.05%
PFC	0%	Up to 0.95%	0.05%
PFDQ	0%	Up to 0.95%	0.05%

<b>Dilution adjustment</b> (payable by the investor)**	PFC and PFDQ: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFDQ: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For the sub-fund with the name db Advisory Multibrands – PIMCO Euro Coupon Bond Fund, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – PIMCO Euro Coupon Bond Fund is to achieve sustained capital appreciation combined with current income.

The sub-fund will seek to maintain a high and constant level of dividend income by investing in a broad array of fixed income sectors. The sub-fund will generally allocate its assets among several investment sectors, which may include (i) bonds and other fixed income securities of issuers located in the EU and in non-EU countries, including emerging market countries; (ii) bonds and other fixed income securities issued by EU and non-EU governments, their agencies and instrumentalities; (iii) mortgage-related and other asset-backed securities (which are unleveraged); and (iv) foreign currency positions, including currencies of emerging market countries.

The sub-fund's assets are invested in money market instruments, liquid assets, interest-bearing debt securities (including but not limited to asset-backed securities, commercial paper, certificates of deposit), index certificates on underlying bond indices and derivatives thereof.

However, the sub-fund is not required to gain exposure to any one investment sector, and the sub-fund's exposure to any one investment sector will vary over time. Exposure to such securities may be achieved through direct investment in the aforementioned security types or through the use of financial derivative instruments. The sub-fund may engage in transactions in financial derivative instruments principally for investment and/or for hedging purposes.

The average portfolio duration of the sub-fund will normally vary from 0 to 8 years.

The sub-fund invests at least 70% of its assets in a diversified portfolio of EUR-denominated bonds and other EUR-denominated fixed income instruments of varying maturities.

The sub-fund may invest in both investment grade securities and high yield securities ("junk bonds") subject to a maximum of 25% of its assets in securities rated below BBB-. The Manager will apply quality ratings using the higher of Moody's, S&P or Fitch. If an issue is not rated by one of these rating agencies, then the Manager will determine a rating. This applies at the time of investment. In case of downgrades below BBB- after the time of investment the Manager will determine the appropriate action based on the perceived risk and expected return.

The sub-fund may invest up to 25% of its assets in fixed income securities that are economically tied to emerging market countries (securities that are issued by companies based in an emerging market or those that conduct their principal business activity in such a country). Emerging market countries are defined as all those countries not considered by the International Monetary Fund, the World Bank or the International Finance Corporation (IFC) as developed industrialised countries at the time of investment.

For temporary or defensive purposes, the sub-fund may invest 100% of its net assets in fixed income securities issued by, or guaranteed as to principal and interest by, any EU government (including its agencies or instrumentalities) and repurchase agreements secured by such obligations provided that the sub-fund holds at least six different issues, with securities from any one issue not exceeding 30% of net assets. The sub-fund will use repurchase agreements for efficient portfolio management purposes only.

No more than 10% of the sub-fund's net assets may be invested in securities that are convertible into equity securities.

The maximum non-EUR currency exposure shall be 10%.

The sub-fund's investments in asset backed securities and mortgage backed securities shall not be limited to 20% of the sub-fund's net asset value.

In compliance with the investment limits specified in Clause 3.2 of the general section of the Sales Prospectus, the investment policy may also be implemented through the use of suitable derivative financial instruments. These derivative financial instruments may include, among others, options, forwards, futures, futures contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, total return swaps, excess return swaps, swaptions, constant maturity swaps and credit default swaps. Such derivative instruments may be used (i) for hedging purposes and/or (ii) for investment purposes.

In addition the sub-fund's assets may be invested in all other permissible assets as specified in Clause 3 of the general section of the Sales Prospectus.

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Contrary to the provision of the general section of the Sales Prospectus it is expected that the leverage effect from the use of derivatives will not be any higher than five times the sub-fund assets. The disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Specific risks

Severe fluctuations in the fund unit price, as well as high losses of value even at the level of the fund as a whole, cannot be excluded. There is

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0745163278	7.7%	12.8%
Class LDQ	LU0745163518	7.7%	12.8%

<sup>1)</sup> Classes LC and LDQ launched on April 30, 2012

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.  
As of: December 31, 2014

also the risk of a total loss of the value of individual securities purchased for the fund. In order to take account of the remaining risks, care shall be taken to achieve a broad diversification of investments among issuers. Risk management of the fund involves stress tests and value-at-risk calculations performed on a daily basis. The results of the value-at-risk calculations and stress tests are an essential component of the fund management process.

The fund may invest in different types of asset-backed securities (ABS). These securities may be subject to strong market volatility. In addition, these securities are extremely illiquid during periods of market uncertainty and may under certain circumstances be impossible to dispose of. It is therefore possible for these investments to suffer a total loss or a significant decrease in value. Notwithstanding the diversification within the fund, the possibility that several of the fund's securities are affected simultaneously cannot be excluded from this. Strong fluctuations in the price of the fund, as well as high losses in value, thus cannot be excluded even at overall fund level.

In view of potentially limited liquidity and the still limited capacity of these ABS markets, the Management Company explicitly points to the possibility of a suspension of the calculation of the net asset value per share and of the redemption of shares. Calculation of the issue and redemption prices, as well as the issue and redemption of shares, may be suspended by the Management Company particularly if and for as long as the immediate sale of fund assets to obtain the liquidity necessary for large-scale redemptions does not serve the interests. In such cases, the Management Company is authorized to redeem shares at the then applicable redemption price only after it has disposed of appropriate fund assets while protecting the interests of all shareholders.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## db Advisory Multibrands – Franklin Templeton Global Conservative Portfolio

<b>Investor profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager Franklin Templeton Investment Management Limited
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	50% Barclays Capital Multiverse Hedged EUR; 25% JPM Government Bond Index – Emerging Markets; 20% MSCI AC World Index; 5% EONIA
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	April 30, 2012	105 EUR (incl. front end load)	Accumulating
LD	EUR	April 30, 2012	105 EUR (incl. front end load)	Distribution
PFC	EUR	May 11, 2015	100 EUR	Accumulating
PFD	EUR	May 11, 2015	100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 2.25%	0.05%
LD	Up to 5%	Up to 2.25%	0.05%
PFC	0%	Up to 1.45%	0.05%
PFD	0%	Up to 1.45%	0.05%

<b>Dilution adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – Franklin Templeton Global Conservative Portfolio the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – Franklin Templeton Global Conservative Portfolio is to seek medium-term capital appreciation with low volatility.

The sub-fund can invest in various funds and exchange traded funds that invest in worldwide debt securities and equities. The sub-fund may also invest directly or indirectly in money market instruments.

The Fund Manager may also use, on an ancillary basis, various derivative instruments for hedging and efficient portfolio management. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

The Fund Manager invests the portfolio primarily in funds managed by the Fund Manager and affiliates of the Franklin Templeton Group, including but not limited to sub-funds of Franklin Templeton Investment Funds (the "Company"), a Company incorporated in Luxembourg under the laws of the Grand Duchy of Luxembourg

as a société anonyme and qualifies as a société d'investissement à capital variable ("SICAV"). The Investment Company qualifies as an Undertaking for Collective Investment in Transferable Securities ("UCITS") under the European Council Directive 85/611/EEC of December 20, 1985, as amended.

The Fund Manager may also invest the Portfolio in other collective investment schemes.

The Portfolio may only invest up to 40% of its net assets in funds or exchange traded funds that invest in equity or equity-related securities, the remaining net assets being normally invested in funds or exchange traded funds that invest in debt securities and money market instruments.

The Portfolio shall be managed from a Euro perspective. The non-Euro component of the portfolio may be hedged into Euro. The base currency of the Portfolio is Euro.

The Portfolio shall be composed of a number of between 5 and 25 funds, using institutional share classes.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of Franklin Templeton Investment Management Limited or affiliated parties.

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0745162460	6.5%	10.8%
Class LD	LU0745162627	6.5%	10.8%

<sup>1)</sup> Class LC and LD launched on April 30, 2012

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.  
As of: December 31, 2014

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## db Advisory Multibrands – BlackRock Flexible Diversified Allocation

<b>Investor profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager BlackRock Investment Management (UK) Ltd
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	30% MSCI World in EUR and 70% Barclays Capital Global Aggregate EUR Hedged
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg, Frankfurt/Main and London. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg, Frankfurt/Main and London.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by a global certificate
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	April 30, 2012	105 EUR (incl. front end load)	Accumulating
LD	EUR	The date of launch will be determined by the Management Board of the Management Company. The Sales Prospectus will be updated accordingly.	105 EUR (incl. front end load)	Distribution
PFC	EUR		100 EUR	Accumulation
PFD	EUR		100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 2.25%	0.05%
LD	Up to 5%	Up to 2.25%	0.05%
PFC	0%	Up to 1.45%	0.05%
PFD	0%	Up to 1.45%	0.05%

<b>Dilution Adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged dependent upon the length of time for which the shares have been held since subscription: Redemption after up to 1 year: up to 3% Redemption after over 1 year up to 2 years: up to 2% Redemption after over 2 years up to 3 years: up to 1% Redemption after over 3 years: 0%
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – BlackRock Flexible Diversified Allocation, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – BlackRock Flexible Diversified Allocation is to achieve a long term capital growth with a low tolerance for capital loss.

The sub-fund invests globally in the full spectrum of permitted investments including equi-

ties, fixed income transferable securities (which may include some high yield fixed income transferable securities), units of undertakings for collective investment, derivatives, cash, deposits and money market instruments. The sub-fund has a flexible approach to asset allocation (which includes taking indirect exposure to commodities through investments in undertakings for collective investment, medium term notes, exchange traded funds and derivatives on commodity indices).

The following asset allocation will be implemented with the above mentioned instruments.

The asset allocation buckets for the sub-fund will fall within the following range:

Global Equities 0 – 75%

Global Fixed Income 0 – 75%

Cash 0 – 100%

Alternatives\* 0 – 20%

\* Alternatives include open-ended real estate investment funds, investments on commodities, hedge funds and structured products thereof in accordance with the Law of December 17, 2010.

The sub-fund may invest in total up to 10% of its net asset value in open-ended real estate investment funds and hedge funds compliant to current regulations. These investments are to be counted towards the investment limit specified in Clause 3.2 (h) in the Sales Prospectus – general section.

The sub-fund may invest without limitation in securities denominated in currencies other than the reference currency (euro). The currency exposure of the sub-fund is flexibly managed. The sub-fund will be managed from a Euro investor perspective.

The sub-fund will aim to achieve the policy described above mainly through investments in the units of UCITS and/or other UCIs.

The investment in commodities is performed in accordance with article 9 of the Grand-Ducal Regulation of February 8, 2008.

Notwithstanding Clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in Clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in Clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the sales prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of BlackRock Investment Management (UK) Ltd or affiliated parties.

**Risk Management**

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0745161736	3.2%	10.8%

<sup>1)</sup> launched on April 30, 2012

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.

As of: December 31, 2014

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

**Investments in shares of target funds**

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## db Advisory Multibrands – Invesco Multi Asset Risk Diversified

<b>Investor profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager Invesco Asset Management SA
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	50% MSCI World in Euros, 30% JP Morgan GBI Global Bond Index hedged into Euros and 20% JP Morgan 3M Cash Index in EUR
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	March 8, 2013	105 EUR (incl. front end load)	Accumulating
LD	EUR	The date of launch will be determined by the Management Board of the Management Company. The Sales Prospectus will be updated accordingly.	105 EUR (incl. front end load)	Distribution
PFC	EUR		100 EUR	Accumulating
PFD	EUR		100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 2.4%	0.05%
LD	Up to 5%	Up to 2.4%	0.05%
PFC	0%	Up to 1.6%	0.05%
PFD	0%	Up to 1.6%	0.05%

<b>Dilution Adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged dependent upon the length of time for which the shares have been held since subscription: Redemption after up to 1 year: up to 3% Redemption after over 1 year up to 2 years: up to 2% Redemption after over 2 years up to 3 years: up to 1% Redemption after over 3 years: 0%
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – Invesco Multi Asset Risk Diversified, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – Invesco Multi Asset Risk Diversified is to achieve long term capital growth.

The sub-fund can invest in various actively managed funds, exchange traded funds and exchange traded commodities (ETCs) and focuses on different asset classes such as fixed income, equities and commodities.

The sub-fund may also use various derivative instruments for hedging and efficient portfolio management. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well

as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

The sub-fund invests primarily in European and US-funds managed by Invesco and affiliates of Invesco, always in compliance with the "special investment limits" as described below. Some of the funds managed by Invesco and affiliates of Invesco in which the sub-fund will invest

are being considered as other UCIs within the meaning of the UCITS Directive. Applicable are the restrictions as described in 3.1 (e) of the general section of the Sales Prospectus. On an ancillary basis the sub-fund may also invest in collective investment schemes of other Fund Managers.

The investment in ETCs is performed in accordance with article 9 of the Grand-Ducal Regulation of February 8, 2008. The sub-fund may not enter into any obligations regarding the transfer of physical commodities. There will be no investments into derivatives in respect of ETCs.

Up to 25% of the sub-fund's assets may be invested in money market funds, money market instruments and liquid assets.

The portfolio shall be managed from a Euro perspective. The non-Euro component of the portfolio may be hedged into Euro. The base currency of the portfolio is Euro.

The Portfolio shall be composed of a number of between 5 and 25 funds.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other UCITS and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same UCITS and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than UCITS must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another UCITS and/or other collective investment undertakings, the investments held by that UCITS and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of Invesco Asset Management SA or affiliated parties.

**Risk Management**

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0848427703	7.6%	11.9%

<sup>1)</sup> launched on March 8, 2013

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.

As of: December 31, 2014

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

**Investments in shares of target funds**

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## db Advisory Multibrands – JPMorgan Emerging Markets Active Allocation

<b>Investor Profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager JPMorgan Asset Management (UK) Limited
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	50% MSCI Emerging Markets Total Return Net Dividend in USD and 50% JPMorgan Emerging Markets Bonds Index Global Diversified
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg, Frankfurt/Main and London. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg, Frankfurt/Main and London.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	March 8, 2013	105 EUR (incl. front end load)	Accumulating
PFC	EUR	May 11, 2015	100 EUR	Accumulating

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 2.6%	0.05%
PFC	0%	Up to 1.8%	0.05%

<b>Dilution adjustment</b> (payable by the investor)**	PFC: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable by the sub-fund)	PFC: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – JPMorgan Emerging Markets Active Allocation, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – JPMorgan Emerging Markets Active Allocation is to achieve long term capital growth by investing in actively managed emerging markets equity and fixed income funds.

The sub-fund can invest in various funds and exchange traded funds that invest in emerging market equities and emerging market debt securities. The sub-fund may also invest in short-term bond funds, money market funds, money market instruments and liquid assets.

The Fund Manager may also use, on an ancillary basis, various derivative instruments for hedging and efficient portfolio management. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

The Fund Manager invests the portfolio primarily in funds managed by the Fund Manager and affiliates of the group JPMorgan Chase & Co., including but not limited to sub-funds of JPMorgan Funds, a company incorporated in Luxembourg under the laws of the Grand Duchy of Luxembourg as a société anonyme and qualifies as a société d'investissement à capital variable ("SICAV").

On an ancillary basis the Fund Manager may also invest the Portfolio in other collective investment schemes.

At least 20% and up to 80% of the sub-fund's assets are invested in emerging market equity funds.

At least 20% and up to 80% of the sub-fund's assets are invested in emerging market fixed income funds.

Up to 10% of the sub-fund's assets may be invested in short-term bond funds, money market funds, money market instruments and liquid assets.

The Portfolio shall be composed of a number of between 5 and 25 funds, using institutional share classes.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other UCITS and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same UCITS and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than UCITS must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another UCITS and/or other collective investment undertakings, the investments held by that UCITS and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of JPMorgan Asset Management (UK) Limited or affiliated parties.

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives („risk benchmark“).

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0848427968	9.9%	-0.6%

<sup>1)</sup> launched on March 8, 2013

“BVI method” performance, i.e., excluding the front end load. Past performance is no guide to future results.

As of: December 31, 2014

## db Advisory Multibrands – Russell Global Strategic Fixed Income

<b>Investor profile</b>	Income-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH, and as sub-manager Russell Investments Limited
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	– (absolute VaR)
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg, Frankfurt/Main, Dublin and London. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg, Frankfurt/Main, Dublin and London.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by a global certificate
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	March 8, 2013	103 EUR (incl. front end load)	Accumulating
LDQ	EUR	March 8, 2013	103 EUR (incl. front end load)	Distribution (quarterly)
PFC	EUR	The date of launch will be determined by the Management Company. The Sales Prospectus will be updated accordingly.	100 EUR	Accumulating
PFDQ	EUR		100 EUR	Distribution (quarterly)

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 3%	Up to 1.75%	0.05%
LDQ	Up to 3%	Up to 1.75%	0.05%
PFC	0%	Up to 0.95%	0.05%
PFDQ	0%	Up to 0.95%	0.05%

<b>Dilution Adjustment</b> (payable by the investor)**	PFC and PFDQ: A dilution adjustment of up to 3% based on the gross redemption amount may be charged dependent upon the length of time for which the shares have been held since subscription: Redemption after up to 1 year: up to 3% Redemption after over 1 year up to 2 years: up to 2% Redemption after over 2 years up to 3 years: up to 1% Redemption after over 3 years: 0%
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFDQ: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For the sub-fund with the name db Advisory Multibrands – Russell Global Strategic Fixed Income, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – Russell Global Strategic Fixed Income is to achieve long term capital growth combined with current income.

The sub-fund can invest in various bond funds focusing on different fixed income classes such as government bonds, corporate bonds, high yield and emerging markets bonds and exchange traded funds replicating fixed income indices or baskets of such indices.

The Fund Manager may also use, on an ancillary basis, various derivative instruments for hedging and efficient portfolio management. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

The Fund Manager invests the portfolio primarily in funds managed or advised by the Fund Manager and affiliates of Russell Investments.

On an ancillary basis the Fund Manager may also invest the portfolio in other collective investment schemes.

Up to 20% of the sub-fund's assets may be invested in money market funds, money market instruments and liquid assets.

The portfolio shall be managed from a Euro perspective. The non-Euro component of the portfolio may be hedged into Euro. The base currency of the portfolio is Euro.

The portfolio shall be composed of a number of between 5 and 25 funds.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other UCITS and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-

fund's assets are invested in one and the same UCITS and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than UCITS must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another UCITS and/or other collective investment undertakings, the investments held by that UCITS and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds managed or advised by Russell Investments Limited or affiliated parties which operate with a complete open architecture approach, giving access to specialist third party investment managers.

#### **Risk Management**

The absolute Value-at-Risk (VaR) approach is used to limit market risk for the sub-fund assets.

The VaR of the sub-fund's assets is limited to 14% of the sub-fund's assets with respect to the parameters of a 10-day holding period and a 99% confidence level.

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### **Investments in shares of target funds**

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

<b>Performance of share classes (in euro)</b>			
<b>Share class</b>	<b>ISIN</b>	<b>1 year</b>	<b>Since inception<sup>1)</sup></b>
Class LC	LU0848428008	0.7%	-1.8%
Class LDQ	LU0848428347	0.7%	-1.8%

<sup>1)</sup> Classes LC and LDQ launched on March 8, 2013

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.  
As of: December 31, 2014

## db Advisory Multibrands – db Credit Selection

<b>Investor profile</b>	Income-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	50% iBoxx EUR Liquid Corporates 100 TR, 45% iBoxx EUR Liquid High Yield 30 Ex-Financial TR and 5% DB Eonia TR Index EUR
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price
LC	EUR	March 8, 2013	103 EUR (incl. front end load)
LD	EUR	March 8, 2013	103 EUR (incl. front end load)
PFC	EUR	December 1, 2014	100 EUR
PFD	EUR	January 22, 2015	100 EUR

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 3%	Up to 1.5%	0.05%
LD	Up to 3%	Up to 1.5%	0.05%
PFC	0%	Up to 0.7%	0.05%
PFD	0%	Up to 0.7%	0.05%

<b>Dilution adjustment</b> (payable by the shareholder)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable from the sub-fund's assets)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For the sub-fund with the name db Advisory Multibrands – db Credit Selection, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – db Credit Selection is to achieve an above-average return for the sub-fund.

The sub-fund can invest in various funds focusing on different fixed income classes such as for example investment grade credit bonds, high yield credit bonds, covered bonds and convertible bonds. The sub-fund may also invest in exchange traded funds replicating fixed income indices or baskets of such indices. Fixed income funds are funds that invest at least 70% of their portfolio into bonds.

The Fund Manager invests the portfolio primarily in funds managed by the Fund Manager and affiliates of the Deutsche Bank Group.

On an ancillary basis the Fund Manager may also invest the Portfolio in other collective investment schemes.

Up to 49% of the sub-fund's assets may be invested in time deposits, short-term money market funds, money market funds, money market instruments and liquid assets.

The Portfolio shall be composed of a number of between 5 and 25 funds.

In compliance with the investment limits specified in clause 3.2 of the general section of the Sales Prospectus, the investment policy may also be implemented through the use of suitable derivative financial instruments. These derivative financial instruments may include, among others, options, forwards, futures, futures contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, inflation swaps, swaptions, constant maturity swaps and credit default swaps.

In addition the sub-fund's assets may be invested in all other permissible assets as specified in clause 3 of the general section of the Sales Prospectus.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other UCITS and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same UCITS and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than UCITS must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another UCITS and/or other collective investment under-

takings, the investments held by that UCITS and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it is to point out that a predominant part, of up to 100%, might be selected from funds of Deutsche Bank Group or affiliated parties.

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives („risk benchmark“).

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	U0857956949	5.6%	6.4%
Class LD	LU0857957087	5.6%	6.4%
Class PFC	LU1122764753	–	-0.4%

<sup>1)</sup> Classes LC and LD launched on March 8, 2013, Class PFC launched on December 1, 2014

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.  
As of: December 31, 2014

## db Advisory Multibrands – db Selected Managers

<b>Investor profile</b>	Income-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	40% MSCI World Net in EUR, 50% JPM Government Bond Index EMU EUR TR and 10% Euro Overnight Index Swap (EONIA)
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	December 13, 2013	105 EUR (incl. front end load)	Accumulating
LD	EUR	December 13, 2013	105 EUR (incl. front end load)	Distribution
FC	EUR	June 16, 2014	100 EUR	Accumulating
FD	EUR	June 16, 2014	100 EUR	Distribution
PFC	EUR	December 1, 2014	100 EUR	Accumulating
PFD	EUR	January 22, 2015	100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 1.75%	0.05%
LD	Up to 5%	Up to 1.75%	0.05%
FC	0%	Up to 1%	0.05%
FD	0%	Up to 1%	0.05%
PFC	0%	Up to 0.95%	0.05%
PFD	0%	Up to 0.95%	0.05%

<b>Dilution adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged. Please see the general section of the Sales Prospectus for further explanation.
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For the sub-fund with the name db Advisory Multibrands – db Selected Managers, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – db Selected Managers is to achieve sustainable capital growth.

The sub-fund can invest globally in investment funds within the meaning of Article 41 (1) of the Law of 2010 such as equity, bond, balanced, commodity and money-market funds.

The sub-fund invests at least 51% in investment funds – especially in those which are managed by fund managers who depending on market circumstances are changing the risk profile of

their funds through their flexible management. These managers invest independently in a combination of securities such as equities, bonds, commodities, derivatives, depending on market circumstances and sectorial and geographical diversification.

The sub-fund db Advisory Multibrands – db Selected Managers combines different fund managers in one fund and seeks – depending on the outlook of the fund manager – a flexible risk profile with an appropriate diversification.

The performance of each invested fund is constantly analyzed from a quantitative and qualitative perspective and the invested funds may be changed accordingly.

In addition the sub-fund may invest in short-term deposits and liquid assets.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities

must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

#### Risk Management

The relative Value-at-Risk (VaR) approach is used to limit market risk in the sub-fund.

In addition to the provisions of the general section of the Sales Prospectus, the potential market risk of the sub-fund is measured using a reference portfolio that does not contain derivatives ("risk benchmark").

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### Investments in shares of target funds

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

Performance of share classes (in euro)			
Share class	ISIN	1 year	Since inception <sup>1)</sup>
Class LC	LU0956460181	4.7%	6.1%
Class FC	LU1068342457	–	2.6%
Class FD	LU1068342705	–	2.6%
Class LD	LU0956459928	4.7%	6.1%
Class PFC	LU1122764910	–	0.0%

<sup>1)</sup> Classes LC and LD launched on December 13, 2013 / Classes FC and FD launched on June 16, 2014 / Classe PFC launched on December 1, 2014 (date of first share price calculation December 2, 2014)

"BVI method" performance, i.e., excluding the front end load. Past performance is no guide to future results.

As of: December 31, 2014

## db Advisory Multibrands – GAM Absolute Return Strategy Fund

<b>Investor profile</b>	Income-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH and as sub-manager GAM (Italia) SGR S.p.A.
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	– (absolute VaR)
<b>Leverage Effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main that is also an exchange trading day on the Milan Stock Exchange (Borsa Italiana). A bank business day is any day on which banks are open for business and payments are processed in Luxembourg, Frankfurt/Main and Milan.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds (payable by the sub-fund)</b>	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	February 27, 2015	105 EUR (incl. front end load)	Accumulating
LD	EUR	February 27, 2015	105 EUR (incl. front end load)	Distribution
PFC	EUR	The date of launch will be determined by the Management Board of the Management Company. The Sales Prospectus will be updated accordingly.	100 EUR	Accumulating
PFD	EUR		100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 1.75%	0.05%
LD	Up to 5%	Up to 1.75%	0.05%
PFC	0%	Up to 0.95%	0.05%
PFD	0%	Up to 0.95%	0.05%

<b>Dilution Adjustment (payable by the investor)**</b>	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged dependent upon the length of time for which the shares have been held since subscription: Redemption after up to 1 year: up to 3% Redemption after over 1 year up to 2 years: up to 2% Redemption after over 2 years up to 3 years: up to 1% Redemption after over 3 years: 0%
<b>Placement fee (payable by the sub-fund)</b>	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

For the sub-fund with the name db Advisory Multibrands – GAM Absolute Return Strategy Fund, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – GAM Absolute Return Strategy Fund is to pursue a medium-long term capital appreciation with a low volatility risk profile, seeking globally the best investment ideas that according to the Fund Manager lead to positive returns throughout the economic cycle and markets conjuncture.

The sub-fund can invest in various funds and exchange traded funds that invest globally in debt securities and equities. The sub-fund may also invest in balanced funds, money market funds, money market instruments as well as cash.

The Fund Manager may also use, on an ancillary basis, various derivative instruments for hedging and efficient portfolio management. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps, infla-

tion swaps, swaptions, constant maturity swaps and credit default swaps.

Thanks to the broadly spread investment universe consisting of traditional and non-traditional investment classes, investment opportunities can be used in all market conditions, regardless of any benchmark. The sub-fund may be used as a core building block within a diversified portfolio.

The risk/return profile of the sub-fund is optimized through a prudent multi-asset strategy (with a maximum exposure of 30% to the equity market) and through a “total return” approach consisting in the allocation of absolute return strategies on the major asset classes.

The sub-fund will invest mainly in funds managed by the Fund Manager and affiliates of the GAM group, always in respect with investment limits and restrictions defined and reported below. On an ancillary basis the Fund Manager may also invest the Portfolio in other collective investment schemes.

The whole amount of the sub-fund's net assets may be invested in funds and/or ETFs which follow bond, Multi-Asset Class and/or balanced strategy as well as Absolute Return or Total Return approaches.

Up to 30% of the sub-fund's assets are invested in equity funds (Funds with a partial exposure to equities (i.e. 'balanced') will not be included).

Up to 50% of the sub-fund's assets may be invested in money market funds, money market instruments and cash.

The Portfolio shall be managed from a Euro perspective. The non-Euro component of the portfolio may be hedged into Euro. The base currency of the Portfolio is Euro.

The Portfolio shall be composed of a number of between 5 and 35 funds.

Notwithstanding clause 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in clause 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties. Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in clause 3.2 (a), (b), (c), (d), (e) and (f).

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the Sales Prospectus it has to be pointed out that a predominant part, of up to 100%, might be selected from funds of GAM (Italia) SGR S.p.A. or affiliated parties.

#### **Risk Management**

The absolute Value-at-Risk (VaR) approach is used to limit market risk for the sub-fund assets.

The VaR of the sub-fund's assets is limited to 3.5% of the sub-fund's assets with respect to the parameters of a 10-day holding period and a 99% confidence level.

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### **Investments in shares of target funds**

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

## db Advisory Multibrands – Pictet Multi Asset Flexible Allocation

<b>Investor profile</b>	Growth-oriented
<b>Currency of sub-fund</b>	EUR
<b>Sub-fund manager</b>	Deutsche Asset & Wealth Management Investment GmbH and as sub-manager Pictet Asset Management Ltd – Italian Branch
<b>Performance benchmark</b>	–
<b>Reference portfolio (risk benchmark)</b>	– (absolute VaR)
<b>Leverage effect</b>	Up to 2 times the value of the sub-fund's assets
<b>Calculation of the NAV per share</b>	Each bank business day in Luxembourg and Frankfurt/Main. A bank business day is any day on which banks are open for business and payments are processed in Luxembourg and Frankfurt/Main.
<b>Order acceptance</b>	All subscription, redemption and exchange orders are placed on the basis of an unknown net asset value per share. Orders received by the Transfer Agent at or before <b>4 PM Luxembourg time (CET)</b> on a valuation date are processed on the basis of the net asset value per share on the subsequent valuation date. Orders received after <b>4 PM Luxembourg time (CET)</b> are processed on the basis of the net asset value per share on the valuation date immediately following that next valuation date.
<b>Value date</b>	In a purchase, the equivalent value is debited three bank business days after issue of the shares. The equivalent value is credited three bank business days after redemption of the shares.
<b>Fractional shares</b>	Up to three places after the decimal point
<b>Nature of shares</b>	Bearer shares represented by global certificates
<b>Maturity date</b>	No fixed maturity
<b>Maximum management fee charged in respect of investments in shares of target funds</b> (payable by the sub-fund)	3.25%

Share class name	Currency of share class	Launch date	Initial issue price	Allocation of income
LC	EUR	The date of launch will be determined by the Management Board of the Management Company. The Sales Prospectus will be updated accordingly.	105 EUR (incl. front end load)	Accumulating
LD	EUR		105 EUR (incl. front end load)	Distribution
PFC	EUR		100 EUR	Accumulating
PFD	EUR		100 EUR	Distribution

Share class name	Front end load (payable by the investor)	Management Company Fee p.a. (payable by the sub-fund)*	Taxe d'abonnement (payable by the sub-fund)
LC	Up to 5%	Up to 1,95% p.a.	0.05%
LD	Up to 5%	Up to 1,95% p.a.	0.05%
PFC	0%	Up to 1,15% p.a.	0.05%
PFD	0%	Up to 1,15% p.a.	0.05%

<b>Dilution Adjustment</b> (payable by the investor)**	PFC and PFD: A dilution adjustment of up to 3% based on the gross redemption amount may be charged dependent upon the length of time for which the shares have been held since subscription: Redemption after up to 1 year: up to 3% Redemption after over 1 year up to 2 years: up to 2% Redemption after over 2 years up to 3 years: up to 1% Redemption after over 3 years: 0%
<b>Placement fee</b> (payable by the sub-fund)	PFC and PFD: Up to 3% for the benefit of the distributor. Please see the general section of the Sales Prospectus for further explanation.

\* For additional costs, see clause 13 of the general section of this Sales Prospectus.

\*\* The Management Company may, at its discretion, partially or completely dispense with the dilution adjustment.

Due to its composition and the techniques applied by its fund management, the sub-fund is subject to **increased** volatility, which means that the price per share may be subject to **considerable** downward or **upward** fluctuation, even within short periods of time.

For the sub-fund with the name db Advisory Multibrands – Pictet Multi Asset Flexible Allocation, the following provisions of this special section shall apply in addition to the terms contained in the general section of this Sales Prospectus.

### Investment policy

The objective of the investment policy of the sub-fund db Advisory Multibrands – Pictet Multi Asset Flexible Allocation is to achieve a positive mid- to long-term investment performance taking

in account the opportunities and risks of the international capital markets.

The sub-fund may invest in interest-bearing securities, in equities, in certificates on, for example, equities, bonds, indices, commodities and precious metals, in convertible bonds, in warrantlinked bonds whose underlying warrants relate to securities, in equity warrants, in participation and dividend-right certificates, in investment funds such as equity, bond and money-market funds, in investment funds that

reflect the performance of an index, in derivatives as well as in money market instruments, deposits and cash.

Up to 100% of the sub-fund's assets will be invested in interest-bearing securities, convertible bonds, bond funds, certificates on bonds or bond indices and warrant-linked bonds.

Up to 60% of the sub-fund's assets may be invested in equities, equity funds, certificates on equities or equity indices and equity warrants.

Up to 49% of the sub-fund's assets may be invested in money market funds, money market instruments and cash.

The sub-fund's investments in asset backed securities and mortgage backed securities shall be limited to 20% of the sub-fund's net asset value.

Up to 10% of the sub-fund's assets may be invested in certificates on commodities, commodities indices, precious metals and precious metals indices, as well as in funds. According Article 3.1 (j), investment in the certificates listed here is only permitted if they are 1:1 certificates qualifying as transferable securities. When using financial indices, legal provisions apply as set out in Article 44 (1) of the Law of December 17, 2010, and Article 9 of the Grand-Ducal Regulation of February 8, 2008.

The sub-fund's investments in contingent convertible bonds shall be limited to 10% of the sub-fund's net asset value. The Definition of contingent convertible bonds as well as the Definition of the risks of investments in contingent convertible bonds can be found in the section "General risk warnings" in the general section of the Sales Prospectus.

The sub-fund invests the portfolio primarily in funds managed by the Fund Manager and affiliates of the Pictet Group.

Notwithstanding Article 3.2 (i), the following applies:

The sub-fund's assets may be used to acquire shares of other Undertakings for Collective Investment in Transferable Securities and/or collective investment undertakings as defined in Article 3.1 (e), provided that no more than 20% of the sub-fund's assets are invested in one and the same Undertaking for Collective Investment in Transferable Securities and/or collective investment undertaking.

Every sub-fund of an umbrella fund is to be regarded as an independent issuer, provided that the principle of individual liability per sub-fund is applicable in terms of liability to third parties.

Investments in shares of other collective investment undertakings other than Undertakings for Collective Investment in Transferable Securities must not exceed 30% of the sub-fund's net assets in total.

In the case of investments in shares of another Undertaking for Collective Investment in Transferable Securities and/or other collective investment undertakings, the investments held by that Undertaking for Collective Investment in Transferable Securities and/or by other collective investment undertakings are not taken into consideration for the purposes of the limits specified in Article 3.2 (a), (b), (c), (d), (e) and (f).

The Fund Manager may also use various derivative instruments for hedging and investment purposes. These derivative instruments may include, among others, options, forwards, futures, future contracts on financial instruments and options on such contracts, as well as privately negotiated OTC contracts on any type of financial instrument, including swaps, forward-starting swaps,

inflation swaps, swaptions, constant maturity swaps and credit default swaps.

As mentioned above, the investment strategy of the sub-fund will in particular make use of investments in units of investment funds. With reference to the paragraph "Potential conflicts of interest" in the general section of the sales prospectus it has to be pointed out that a predominant part, of up to 100%, might be selected from funds of Pictet Asset Management Limited and affiliated parties.

#### **Risk Management**

The absolute Value-at-Risk (VaR) approach is used to limit market risk for the sub-fund assets.

The VaR of the sub-fund's assets is limited to 6% of the sub-fund's assets with respect to the parameters of a 10-day holding period and a 99% confidence level.

Leverage is not expected to exceed twice the value of the investment sub-fund's assets. The leverage effect is calculated using the sum of notional approach (absolute (notional) amount of each derivative position divided by the net present value of the portfolio). However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the sub-fund.

#### **Investments in shares of target funds**

In addition to the information in the general section of the Sales Prospectus the following is applicable to this sub-fund:

The sub-fund will not invest in target funds where the management fee exceeds a certain level. Specific information on the maximum management fee for this sub-fund can be found in the table.

When investing in target funds associated to the sub-fund, the full amount of the management fee/all-in fee of the target fund is charged to the sub-fund (double charging of costs).

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