

Xtrackers II

Investment Company with Variable Capital
Registered office: 49, avenue J.F. Kennedy, L-1855 Luxembourg,
R.C.S. Luxembourg B-124.284
(the "Company")

Important Notice to Shareholders of Xtrackers II

Adoption of the International Central Securities Depository Model of Settlement

Luxembourg, 2 September 2022

Dear Shareholder,

The board of directors of the Company (the "**Board of Directors**") hereby informs the shareholders of the Company (the "**Shareholders**") that it has resolved to centralise the settlement of trading in Shares of all Sub-Funds of the Company in an International Central Securities Depository ("**ICSD**") structure, as detailed below (the "**ICSD Settlement Model**") with effect from 10 October 2022 (the "**Effective Date**").

Capitalised terms used in this notice shall have the same meaning ascribed to them in the latest version of the prospectus of the Company (the "**Prospectus**"), unless the context otherwise requires.

Current Settlement Model

Currently, the existing settlement model (the "**Current Settlement Model**") of the Sub-Funds involves settlement on multiple local central securities depositories ("**CSDs**") reflecting where the Sub-Funds are listed and traded. Each exchange typically operates its own CSD for settlement functions. Trading and settling Shares in the Sub-Funds under this structure involves having to move the Shares between various CSDs, which is complex, costly and inefficient. Examples of such local CSDs include (but are not limited to) the CREST system, Euroclear Netherlands, Clearstream Banking AG, Frankfurt/Main, SIS Sega Intersettle AG and Monte Titoli SPA. The Current Settlement Model of the Sub-Funds will no longer be operational as of close of business on 7 October 2022.

The ICSD Settlement Model

The key difference between the Current Settlement Model and the ICSD Settlement Model is that the ICSD Settlement Model provides centralised settlement in Euroclear Bank S.A./N.V. ("**Euroclear**") and Clearstream Banking S.A., Luxembourg ("**Clearstream**") and, together with Euroclear, the "**International Central Securities Depositories**") for shares traded across multiple stock exchanges.

Benefits of the ICSD Settlement Model

There are number of anticipated benefits to the Company in transitioning to the ICSD Settlement Model, as follows:

- enhanced liquidity for investors and less liquidity fragmentation;
- improved settlement performance, due to inventory in each Sub-Fund being pooled in the ICSD structure, which offers a longer window of time for settlement of transactions and minimises the need to manually move the relevant shares between multiple local CSDs;
- enhancement of settlement process efficiency through longer operating hours of the ICSD, thus increasing the time in which trades can match and settle, and by minimising the operational complexity in the Current Settlement Model of having to arrange for Shares to be re-aligned between CSDs, which is complex, costly and time-consuming;
- reduction in inventory requirements and lower capital charges and overheads for market makers and broker dealers, which could ultimately support reduced trading costs for end investors;
- improved foreign exchange functionality on dividend payments; and
- assisting in the creation of a more efficient securities lending market for Shares.

Accordingly, the Directors are of the view that the ICSD Settlement Model provides a more streamlined centralised settlement structure, which they expect will result in improved liquidity and spreads for investors and reduce risk in the settlement process relating to the Company and its Sub-Funds.

Impact on Registered Shareholders

For the Company, the main difference between the Current Settlement Model and the ICSD Settlement Model relates to the shareholders of record registered on the register of shareholders of the Company (the “**Shareholders Register**”).

Under the Current Settlement Model, only certain CSDs (e.g., Clearstream Banking AG, Frankfurt/Main) or their nominees are registered as Shareholders in the Shareholders’ Registers. As a result, the Shareholders’ Register of the Company consists of a mix of nominees of Authorised Participants who maintain accounts with CSDs, as well as CSDs themselves or their nominees. Under the ICSD Settlement Model, all investors will be represented through a common depository (the “**Common Depository**”) and the sole registered holder of all Shares in each Sub-Fund will be the common depository nominee (the “**Common Depository Nominee**”). The Common Depository has been appointed by the ICSD and its holding will represent the aggregate holdings of the investors through the ICSD.

Under the Current Settlement Model those investors who do not have accounts with, and are not CSDs, hold their interests in Shares in the Sub-Funds through nominees and other intermediaries, which means that they are beneficial owners who do not hold legal title in the Shares. Investors who are not currently registered as Shareholders on the Shareholders’ Register and have a beneficial entitlement to Shares will continue to hold a beneficial interest in the same number of Shares in the same Sub-Fund(s) as they currently hold under the Current Settlement Model upon the adoption of the ICSD Settlement Model.

Under the ICSD Settlement Model, Authorised Participants will continue to generate and instruct trades directly with the Company (as is the case under the Current Settlement Model).

Impact on End Investors

Under the ICSD Settlement Model, the Common Depositary Nominee, together with the Common Depositary and the ICSDs, will be subject to contractual obligations to pass the beneficial interest and all associated rights of the registered Shareholder (i.e. the Common Depositary Nominee) in all Shares in each of the Sub-Funds to participants in the ICSD (who may be themselves underlying investors in the Sub-Fund(s) or CSDs, brokers or intermediaries holding directly or indirectly on behalf of underlying investors in the Sub-Fund(s)).

The Common Depositary Nominee will be subject to a contractual obligation to relay any notices of the Company (or any of its Sub-Funds) (such as shareholders meetings) and associated documentation issued by the Company to the Common Depositary, which will further be obliged to pass on such notices and documentation to the ICSDs. The applicable ICSD will in turn relay notices and associated documentation received from the Common Depositary to its participants in accordance with its rules and procedures. Similarly, each ICSD will be contractually bound to collate and transfer all votes received from its participants to the Common Depositary and the Common Depositary will in turn be contractually bound to collate and transfer all votes received from the applicable ICSDs to the Common Depositary Nominee, which will be contractually obliged to vote in accordance with such instructions.

The Common Depositary Nominee, the Common Depositary and the ICSDs will also be contractually bound to pass any distributions received from the Company downstream to participants and/or their relevant nominees. In particular, upon instruction of the Common Depositary Nominee, any redemption proceeds and any dividends declared that are payable by the Company to the Common Depositary Nominee as Shareholder may be paid by the Company or its authorised agent directly to the applicable ICSD. If the Common Depositary Nominee receives any redemption proceeds or dividends from the Company or its authorised agent, the Common Depositary Nominee will arrange for such payments to be passed on to the relevant ICSD. The relevant ICSD will in turn pay any redemption proceeds and dividends received to the relevant participants of the ICSD.

Under the ICSD Settlement Model, investors who are not participants in the ICSD will need to use a broker, nominee, custodian bank or other intermediary which is, directly or indirectly, a participant in the ICSD to trade and settle Shares, similar to the way investors under the Current Settlement Model use a broker or other intermediary which is a participant in the CSD for the market in which the investor intends to trade and settle. Investors are advised to consult with the entity relevant to them for further information in this regard.

Adoption of the ICSD Settlement Model will not change the manner in which investments in the Sub-Funds are managed or any rights of investors other than those described herein.

General Information

Shareholders who subscribe for Shares in a Sub-Fund on the primary market and who do not agree with the Changes, are entitled to redeem their Shares in the relevant Sub-Fund in accordance with the Prospectus. Such redemptions shall be free of any Redemption Charge from the date of this notice until 5.00 p.m. (Luxembourg time) on 5 October 2022. Please note that the Company does not charge any redemption fee for the sale of Shares in the secondary market. Orders to sell Shares through a stock exchange can be placed via an authorised intermediary or stockbroker. Shareholders should note that orders in the secondary market may incur costs over which the Company has no control and to which the above exemption on redemption charges does not apply.

Copies of the revised Prospectus (including detailed disclosures regarding settlement under the ICSD Settlement Model, together with a summary of the interaction between the Common Depositary and underlying investors) reflecting the Changes will be made available on the

website of the Company (www.Xtrackers.com) on or around the Effective Date, and copies thereof may be obtained on request free of charge at the registered office of the Company or at the offices of foreign representatives, once available.

Shareholders who have any queries or to whom any of the above is not clear should seek advice from their stockbroker, bank manager, legal advisor, accountant or other independent financial advisor.

In particular, Shareholders should consult their own professional advisors as to the specific tax implications under the laws of the countries of their nationality, residence, domicile or incorporation and as to any cost or fee implications that may be applicable to them as a result of the Company's implementation of the ICSD Settlement Model.

Further information in relation to the implementation of the ICSD Settlement Model may be obtained from the legal entities mentioned under *Contact information* below, the offices of foreign representatives or by sending an email to Xtrackers@dws.com.

Xtrackers II
The Board of Directors

Contact Information

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Clearstream

Vestima – Issuance and Settlement of ETFs

Product information

Maximise issuance and settlement efficiency for ETFs

Key benefits

Efficiency gains

- Reduced need for complex realignments
- Simplified inventory management
- Lower operational costs
- Elimination of multiple ISINs: One single ISIN per ETF

Reduced risk

- Reduced settlement failure risk

Global reach

- Clearstream provides access to over 50 markets, enabling ETFs to be traded beyond European boundaries

Increased liquidity

- Clearstream's ICSD and CSD infrastructure enables ETF trading on a greater scale, achieving higher levels of liquidity

Exchange-traded funds (ETFs) are an increasingly popular asset class. The market for ETFs has grown significantly to a value of more than EUR 450 bn with over 2,200 products in at least 20 countries since Deutsche Börse first introduced ETFs in Europe in 2000. However, this growing demand is curtailed by settlement and realignment challenges within the fragmented European market which can be overcome by issuing and settling ETFs in Clearstream.



In Europe, ETFs are listed on multiple exchanges in different regions. As a result, trading desks have to hold multiple accounts with all central securities depositories (CSDs) with differing post-trade practices. The necessary realignments of positions between some CSDs on the post-trade side when ETFs are traded across borders can create extra cost and complexity and result in increased operational risk and capital burden.

These difficulties arise when the CSDs are separately connected with the Registrar of the fund. To avoid realignments at the register, it is most efficient to issue the fund through a single CSD or through an ICSD. Market participants expect the volume of ETF assets to increase significantly once the key issue of fragmentation in the European ETF market is solved and an efficient international infrastructure is in place.

Clearstream's ETF CSD issuance solution

Clearstream offers issuance services via its CSD in Germany which will be fully compatible with the European Central Bank's single settlement platform TARGET2-Securities (T2S).

This means that the German CSD is fully connected to other CSDs and ICSDs, making it ideal for investors choosing the CSD issuance solution.

Clearstream's ETF ICSD issuance solution

Clearstream's international infrastructure (ICSD) is also well placed for the issuance and settlement of multi-listed ETFs. An international ETF post-trade infrastructure provides issuers with an efficient framework for cross-border traded ETFs, and alleviates operational risk and capital burdens.

Under this international issuance solution, both settlement and distribution take place in Clearstream's

ICSD, resulting in simplified inventory management and cost-effective trading between different venues, including "Bridge" interoperability with Euroclear's ICSD.

With Clearstream's international issuance solution, ETF issuers and their appointed transfer agent can benefit from Vestima's Central Facility for Funds (CFF) for integrated mark-ups / mark-downs and secured post-trade settlement.

Clearstream as the gateway to T2S

As the largest T2S participant, Clearstream can help issuers lower their overall funding costs and increase investor reach by providing a gateway to T2S, through three key entry points:

- Clearstream's CSD in Germany (largest CSD connecting to T2S)
- Clearstream's ICSD in Luxembourg (full inventory available on T2S)
- LuxCSD (Luxembourg's CSD)

Issuers can use Clearstream as their single primary issuance location for both European and worldwide issuance under T2S and beyond, making Clearstream the ideal gateway to capital markets worldwide.



Global reach

Clearstream's ICSD and CSD solutions provide ETF issuers with global access to international and domestic investors in over 50 markets as well as multicurrency settlement in over 40 currencies. This global reach makes Clearstream the issuance and settlement location of choice for major issuers of multi-listed ETFs.

With its ICSD and CSDs, Clearstream is ideally positioned to cover the key connections and ensure optimal issuance and post-trade efficiencies. This seamless integration at Clearstream helps issuers distribute their securities to investors worldwide.

ETFs as collateral

By issuing and settling ETFs at Clearstream, issuers facilitate investor access to the extensive range of collateral management services and securities lending opportunities within Clearstream's Global Liquidity Hub. In turn, such opportunities are further increasing investor appetite for ETFs.

More and more ETF issuers are looking to Clearstream as their one-stop-shop to cover all their ETF servicing needs including issuance, settlement and distribution as well as their investors' needs ranging from asset servicing to collateral management and securities lending.

Contact information

For further information, please contact our dedicated Vestima team:
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Conversion of 73 XTRACKERS II (LU) ETFs into international ETF structure

XTRACKERS II (the Company) intends to convert its Luxembourgish-domiciled and Global Bearer Certificate Exchange- Traded Funds (ETFs) to the ICSD model in Common Depository structure, thus centralising the issuance process in one Common Depository. This migration wave will consist of 73 ETFs issued under the XTRACKERS II umbrella.

This document contains the relevant details on the conversion of the 73 XTRACKERS II into the international ETF structure.

No action is required from customers for the conversion of the securities into the international ETF structure. Depending on the customer's current settlement arrangements, there may be settlement-related actions for customers to take. Please refer to the information provided below.

Conversion

The 73 XTRACKERS II reported in the table on page 2, 3 and 4 will be converted into international ETFs on Monday, 10 October 2022 (the "conversion date"). The conversion from the current domestic to the new international issuance structure has become mandatory and it does not require an action from customers.

LU-ISINs (Luxembourgish-domiciled) static data will be updated in Clearstream's securities database (including the WSS database) to flag the ISIN as international. The LU ISINs will remain the same. If customers have holdings in a CASCADE account (collective safe custody), they will be converted into the customer's corresponding CBF-i account(s) ("6 series accounts") in the international settlement environment, over the weekend of the conversion, based on customer's holdings on record date Friday, 7 October 2022 on a 1:1 basis. Settlement will remain possible until close of business on 7 October 2022.

Positions in Remote Market Common Codes held in other CSDs such as Citi Bank UK, Monte Titoli, BP2S Netherlands, Euroclear France, Euroclear UK & IE will be repatriated to their respective Home Market Common Code starting Monday 26 September 2022. As from Monday 26 September 2022 remote market common codes will be closed for settlement and, as from that date, clients should refrain from instructing on remote market codes. Any pending settlement instructions, including matched instructions, will be cancelled in remote common codes and clients will have to reinstruct with the Home Market Common Code. For matched domestic instructions, which are already provisioned, customers and their counterparty should cancel both legs and re-instruct on the new home code set up. For this, customers may need to contact their counterparties directly to ensure prompt cancellation.

Stock exchange trading in the various markets will remain possible (unless announced otherwise) but customers are requested to check with their counterparty which settlement arrangement within the ICSDs should be applied to settle their trades

The repatriation of positions from Remote Market Common Codes to Home Market code concerns all 73 XTRACKERS II subject to the mandatory conversion.

Impacted securities

73 XTRACKERS II subject to the mandatory conversion

Fund name	LU ISIN	Common Code	Final LU ISIN
SHS XTRACKERS II-ESG EUR GOV BD UCITS ETF 1C	LU2468423459	246842345	LU2468423459
SHS XTRACK II-GLO.INFL.LI.BD.UC.ETF 1C EURH	LU0290357929	029035792	LU0290357929
SHS XTRACK II-GLO.INFL.LI.BD.UC.ETF 1D EURH	LU0962078753	096207875	LU0962078753
SHS X-TR.II-GLO.INFL.LI.BD.UC.ETF 2C	LU0641007009	064100700	LU0641007009
SHS XTRACK II-GLO.INFL.LI.BD.UC.ETF 3D GBPH	LU0641007264	064100726	LU0641007264
SHS XTRACK II-GLO.INFL.LI.BD.UC.ETF 4D CHFH	LU0641007421	064100742	LU0641007421
SHS XTRACK II-GLO.INFL.LI.BD.UC.ETF 5C	LU0908508814	090850881	LU0908508814
SHS XTRACK II-HAR.CHINA GOV.BD.UCITS ETF 1D	LU1094612022	109461202	LU1094612022
SHS XTRACK II-AUS.GOV.BD.UCITS ETF 1C	LU0494592974	049459297	LU0494592974
SHS X-TR.II-ESG EUR CO.BD.SH.DU.UCITS ETF-1C	LU2178481649	217848164	LU2178481649
SHS X-TR.II-ESG EUR CORP.BD.UCITS ETF-1D	LU0484968903	048496890	LU0484968903
SHS XTRACK II-ESG EUR CORP.BD.UCITS ETF-1D	LU0484968812	048496881	LU0484968812
SHS XTRACK II-ESG GBL.AGG.BD.U.ETF-1D USD	LU0942970103	094297010	LU0942970103
SHS XTRACK II-ESG GBL.AGG.BD.U.ETF-2C USDH	LU0942970285	094297028	LU0942970285
SHS XTRACK II-ESG GBL.AGG.BD.U.ETF-3D GBPH	LU0942970368	094297036	LU0942970368
SHS XTRACK II-ESG GBL.AGG.BD.U.ETF-4C CHFH	LU0942970442	094297044	LU0942970442
SHS XTRACK II-ESG GBL.AGG.BD.U.ETF-5C EURH	LU0942970798	094297079	LU0942970798
SHS XTRACK II-ESG GLO.GOV.BND.UC.ETF-1C EUR	LU2462217071	246221707	LU2462217071
SHS XTRACK II-ESG GLO.GOV.BND.UC.ETF-1D EUR	LU2385068163	238506816	LU2385068163
SHS XTRACK II-ESG GLO.GOV.BND.UC.ETF-2D GBPH	LU2385068247	238506824	LU2385068247
SHS XTRACK II-ESG GLO.GOV.BND.UC.ETF-3D USDH	LU2385068320	238506832	LU2385068320
SHS XTRACK II-ESG GLO.GOV.BND.UC.ETF-4D EURH	LU2385068593	238506859	LU2385068593
SHS XTRACK II-EUR CORP.BND.UCITS ETF 1C	LU0478205379	047820537	LU0478205379
SHS X-TR.II-EUR CORP.BND.UCITS ETF DR 1D	LU0478205965	047820596	LU0478205965
SHS XTRACK II-EUR COVERED BD.SWAP UC.ETF 1C	LU0820950128	082095012	LU0820950128
SHS XTRACK II-EUR H.YLD.COR.BD.1-3 SWAP 1D	LU1109939865	110993986	LU1109939865
SHS XTRACK II-EUR.H.Y.COR.BD.UC.ETF 1C	LU1109943388	110994338	LU1109943388
SHS XTRACK II-EUR.H.Y.COR.BD.UC.ETF 1D	LU1109942653	110994265	LU1109942653
SHS X-TRACK II-EUR OVERN R.SWAP UCITS ETF 1C	LU0290358497	029035849	LU0290358497
SHS X-TRACK II-EUR OVERN R.SWAP UCITS ETF 1D	LU0335044896	033504489	LU0335044896
SHS XTRACK II-EUR.AAA GOV.BD.SWAP UC.ETF 1C	LU0484969463	048496946	LU0484969463
SHS XTRACK II-EUR.Z.GOV.BD.1-3 UCITS ETF 1C	LU0290356871	029035687	LU0290356871
SHS XTRACK II-EUR.Z.GOV.BD 1-3 UCITS ETF 1D	LU0614173549	061417354	LU0614173549

SHS XTRACK II-EURO.GOV.B.15-30 UC.ETF 1C	LU0290357507	029035750	LU0290357507
SHS XTRACK II-EUROZ.GOV.BD.25+ UC.ETF-1C	LU0290357846	029035784	LU0290357846
SHS XTRACK II-EUR.Z.GOV.BD.3-5 UCITS ETF 1C	LU0290356954	029035695	LU0290356954
SHS XTRACK II-EUR.Z.GOV.BD.3-5 UCITS ETF 1D	LU0614173895	061417389	LU0614173895
SHS XTRACK II-EUROZ.GOV.BD.5-7.UC.ETF 1C	LU0290357176	029035717	LU0290357176
SHS XTRACK II-EUROZ.GOV.BD.7-10.UC.ETF 1C	LU0290357259	029035725	LU0290357259
SHS XTRACK II-EUR.GOV.BD.S.DLY.SWAP UC.ETF1C	LU0321463258	032146325	LU0321463258
SHS X-TR.II-EUR GOV.BD.UCITS.ETF.DR-1C	LU0290355717	029035571	LU0290355717
SHS XTRACK II-EURZ GOV BD UCITS ETF 1D	LU0643975591	064397559	LU0643975591
SHS XTRACKERS II-EUR GOV BD UCITS ETF 2C USDH	LU2009147591	200914759	LU2009147591
SHS XTRACK II-EUROZ.INFL-LI.BD.UC.ETF 1C	LU0290358224	029035822	LU0290358224
SHS X-TRACK.II-GBP OVERN R.SWAP UCITS ETF 1D	LU0321464652	032146465	LU0321464652
SHS XTRACK II-GER GOV BOND.1-3 UCITS ETF 1D	LU0468897110	046889711	LU0468897110
SHS XTRACK II-GER GOV BOND UCITS ETF 1C	LU0643975161	064397516	LU0643975161
SHS XTRACK II-GER GOVERN BOND.UCITS ETF 1D	LU0468896575	046889657	LU0468896575
SHS XTRACK II-GLO.GOV.BND.UCITS ETF 1C EURH	LU0378818131	037881813	LU0378818131
SHS XTRACK II-GLO.GOV.BND.UCITS ETF 1D EUR H	LU0690964092	069096409	LU0690964092
SHS XTRACK II-GLO.GOV.BND.UCITS ETF 2D GBPH	LU0641006290	064100629	LU0641006290
SHS XTRACK II-GLO.GOV.BND.UCITS ETF 3C USDH	LU0641006456	064100645	LU0641006456
SHS XTRACK II-GLO.GOV.BND.UCITS ETF 4C CHFH	LU0641006613	064100661	LU0641006613
SHS X-TR.II-GLO.GOV.BND.UCITS ETF 5C	LU0908508731	090850873	LU0908508731
SHS XTRACK II-IBOXX EU.GOV.Y.P.1-3 UC.ETF 1C	LU0925589839	092558983	LU0925589839
SHS XTRACKERS II-IBOXX.EUR.GOV.BD.YL.PLUS 1C	LU0524480265	052448026	LU0524480265
SHS XTRACKERS II-IBOXX.EUR.GOV.BD.YLD.PLUS1D	LU0962071741	096207174	LU0962071741
SHS XTRACK II-IB.GER.COV.BD.SWAP UC.ETF 1C	LU0321463506	032146350	LU0321463506
SHS XTRACK II-IT.GOV.BD.0-1 SWAP UCITS ETF1C	LU0613540268	061354026	LU0613540268
SHS XTRACK II-ITRAXX CROS.S.D.UC.SWAP ETF 1C	LU0321462870	032146287	LU0321462870
SHS XTRACK II-ITRAXX CROSS.SWAP UCITS ETF 1C	LU0290359032	029035903	LU0290359032
SHS XTRACK II-ITRAXX EUROPE SWAP UC.ETF 1C	LU0290358653	029035865	LU0290358653
SHS XTRACKERS II-JAP.GOV.BD.UC.ETF 1C	LU0952581584	095258158	LU0952581584
SHS XTRACKERS II US TREAS.1-3 UCITS ETF 1C	LU1920015523	192001552	LU1920015523
SHS X-TR.II-IBO.USD TR.1-3 UC.ETF (DR) 1C	LU0429458895	042945889	LU0429458895
SHS XTRACKERS II US TREAS.UCITS ETF 1C	LU1920015796	192001579	LU1920015796
SHS X-TRACKERS II-US TREASURIES UCITS ETF 1D	LU0429459356	042945935	LU0429459356
SHS XTRACK II-USD TRE.UCITS ETF 2D EURH	LU1399300455	139930045	LU1399300455
SHS XTRACK II-EM.MKT USD BD UC.ETF 1C EURH	LU0321462953	032146295	LU0321462953
SHS XTRACKERS II- USD EME.MKT.B.U.ETF-1D EURH	LU2361257269	236125726	LU2361257269

SHS XTRACKERS USD EME.MKTS.BD. UCITS ETF-2C	LU1920015440	0192001544	LU1920015440
SHS XTRACKERS II-EM USD BD UCITS ETF DR-2D	LU0677077884	067707788	LU0677077884
SHS X-TRACK II-USD OVERN R.SWAP UCITS ETF 1C	LU0321465469	032146546	LU0321465469

Impact on stock exchange settlement instructions

Friday, 7 October 2022	What will happen
After close of business	<p>CBF customers: Pending exchange settlement instructions will be modified to the CBF-i settlement platform (Creation) on customers' accounts. No separate customer information will go out.</p> <p>CBL/CBF-i customers: Pending exchange settlement instructions will be cancelled following change in static data of securities database. Customers should reinstruct accordingly.</p>
Monday, 10 October 2022	What will happen
Start of business	Stock exchange transactions on Xetra will settle in the CBL/CBF-i settlement platform as from settlement date Monday, 10 October 2022.

Impact on OTC settlement instructions

Friday, 7 October 2022	What will happen
After close of business	<p>Customers' pending OTC settlement instructions on CASCADE will be cancelled and customers should reinstruct to the CBL/CBF-i settlement platform (Creation) on their accounts. No separate Customer information will go out.</p> <p>Customers' pending OTC settlement instructions on the CBL/CBF-i settlement platform (Creation) will be cancelled following change in static data of securities database. Customers should reinstruct accordingly.</p>
Monday, 10 October 2022	What will happen
Start of business	<p>External settlement instructions</p> <p>The place of settlement for customer transactions in international ETFs will be the CBL/CBF-i settlement platform as from settlement date Monday, 10 October 2022.</p>

Customers trading/clearing in the above ISINs on Xetra

For trades executed on Xetra as from Thursday 6 October 2022, the related transactions will settle exclusively in CBL/CBF-i.

Customers settling Xetra transactions in CBL or CBF-i today

There is no impact for customers. Customer transactions will continue to settle in CBL/CBF-i.

Customers settling Xetra transactions in CBF today

What will happen close of business on	Actions
Friday, 7 October 2022	
CBF will modify the customer's pending instructions to the CBL/CBF-i settlement platform (Creation) on the customer's CBF-i account.	No action to take.
The start of business on Monday, 10 October 2022	
<p>CBL/CBF will execute the conversion and credit the customer's account in CBL/CBF-i with the IE ISINs of the corporate action.</p> <p>The customer's CASCADE account will be debited accordingly.</p>	<ul style="list-style-type: none"> Customers should amend their static reference data for the 73 XTRACKERS ETFs to reflect the place of safekeeping, and holding ledger to PSAFE: CITIGB2LMAG Clearstream Banking recommends customers to make arrangements with their underlying clients to make the relevant amendments as soon as possible after the conversion date.

Other stock exchanges

Clearstream Banking recommends customers to check the relevant details with the local infrastructure of the other trading venues (Euronext, LSE, Borsa Italiana).

Place of settlement - Overview

Settlement type	Trading venue	Place of settlement pre-conversion	Place of settlement post-conversion ^a
Stock exchange settlement	Xetra	CBL (/CBF-i)	CBL (/CBF-i)
	Xetra	CBF	CBL (/CBF-i)
OTC	N/A	CBL (/CBF-i)	CBL (/CBF-i)
	N/A	CBF	CBL (/CBF-i)

a. Allowing the customers to centralise their OTC activity and stock exchange activity in the same location.

Any questions?

Have you read our international ETFs Product Information publication?

The Product Information publication is available on our website (www.clearstream.com) and offers further details on how the international ETF structure helps meet the post-trade challenges of the ETF market.

For further information, please contact Client Services.

Contact	Contact details
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Conversion of 73 XTRACKERS II (LU) into international ETF structure

08.09.2022

Clearstream Banking¹ informs customers that XTRACKERS II intend to convert their Luxembourgish-domiciled Exchange-Traded Funds (ETFs) to the ICSD model in Common Depository structure, effective

10 October 2022

This migration will consist of 73 ETFs issued under the XTRACKERS II umbrella with record date 7 October 2022 and effective date 10 October 2022.

Impact on customers



No action is required from customers for the conversion of the securities into the international ETF structure. However, depending on the customers' current settlement arrangements, there may be actions for them to take. Please refer to the attached PDF, which provides relevant details.

Further information

For further information, customers may contact Clearstream Banking Client Services or their Relationship Officer.

1. Clearstream Banking refers collectively to Clearstream Banking AG, registered office at 61, Mergenthalerallee, 65760 Eschborn, Germany and registered in Register B of the Amtsgericht Frankfurt am Main, Germany under number HRB 7500, and Clearstream Banking S.A., registered office at 42, avenue John F. Kennedy, L-1855 Luxembourg, and registered with the Luxembourg Trade and Companies Register under number B-9248.

Attachments

-  Vestima – Issuance and Settlement of ETFs (160 kb, pdf)
-  Conversion of 73 XTRACKERS II (LU) ETFs into international ETF structure (163 kb, pdf)

! This page contains Governing Information.

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Service levels
CBL, CBF OneClearstream

Products and Services
Settlement

