

Reverse Split / Consolidation

Q&A

1 What is a consolidation of ETP Securities?

A consolidation of the ETPs of a particular Series of ETP Securities will occur where such a consolidation has been approved by the investors of that Series.

The consolidation decreases the number of ETPs outstanding and proportionately increases the ETP Security Value of each ETP.

The consolidation aims to improve the liquidity of the ETPs and hence ensure more efficient trading.

2 When will a consolidation take place?

A consolidation will take place only after such consolidation has been approved at a meeting of the investors of the particular Series of ETP Securities.

After a consolidation has been approved at a meeting of the investors, no further action is required by investors. The consolidation will apply to all outstanding ETPs at the close of business on the record date.

Leverage Shares will make an announcement which will confirm all details in relation to the consolidation, including:

- ✓ Relevant dates and timings;
- ✓ The consolidation ratio, being how many ETP Securities will be consolidated into one ETP;
- ✓ Details of new ISINs, SEDOLs and WKNs.

All announcements will appear on the Leverage Shares website.

3 What will happen to my ETPs?

The consolidation will result in an investor holding less ETPs with a proportionately higher ETP Security Value. An investor's economic interest in a Series of ETP Securities will remain unchanged.

The following table illustrates the impact of a consolidation (with no fractional ETPs) on an investor's economic interest:

	# ETP Securities held by an ETP Securityholder	Hypothetical Value per ETP Security	Value economic interest
Pre consolidation effective date	600,000	US\$0.006	US\$3,600
Consolidation effective date	2,000 [=600,000/300]	US\$1.80 [0.006*300]	US\$3,600

The following table illustrates the impact of a consolidation (with fractional ETPs) on an investor's economic interest:

		# ETP Securities held by an ETP Securityholder	Hypothetical Value per ETP Security	Value economic interest
Pre consolidation effective date		605,000	US\$0.006	US\$3,630
Consolidation effective date	New ETP Securities	2,016 [=605,000/300 rounded down]	US\$1.80 [0.006*300]	US\$3,628.80
	Fractional ETP Securities	200 [=605,000-(2,016*300)]	US\$0.006	US\$1.20

If as a result of a consolidation an investor would become entitled to a fraction of an ETP, such fractional ETP will be redeemed for cash.

Leverage Shares will only make payments in respect of fractional ETPs to investors who are named in relevant register as at the close of business on the record date.

4 What if I hold my ETPs through a broker/platform?

If you hold ETPs through an intermediary or broker, please contact that intermediary or broker for information as to how the consolidations will be recorded in their books and records and in respect of any payments with respect to any fractional ETPs.

It is possible that there may be delays in your broker, custodian or intermediary reflecting a consolidation on their books and records. Please contact your broker if you have any questions.

5 Will a consolidation result in any tax event in relation to the ETPs?

With the exception of a redemption in the case of any fractional shares, it is not expected that a consolidation will have any tax implications for investors.

Investors are, however, advised to consult with their own tax advisers in relation to a consolidation or in relation to any tax related matter concerning the ETPs they hold.

6 Will there be changes to ISINs and other identifiers for the ETPs?

Yes, the consolidation will result in a new ISIN, Sedols and WKNs. Details of such changes will be notified to investors and will be available on the Leverage Shares website.

The value of an investment in ETPs may go down as well as up and past performance is not a reliable indicator of future performance. Trading in ETPs may not be suitable for all types of investors as they carry a high degree of risk. You may lose all of your initial investment. Only speculate with money you can afford to lose. Changes in exchange rates may also cause your investment to go up or down in value. Tax laws may be subject to change. Please ensure that you fully understand the risks involved. If in any doubt, please seek independent financial advice. Investors should refer to the section entitled "Risk Factors" in the relevant prospectus for further details of these and other risks associated with an investment in the securities offered by the Issuer. This material is not intended to be relied upon as a forecast, research or investment advice and is not a recommendation, offer or solicitation to buy or sell any financial instrument or product or to adopt any investment strategy. Any decision to invest should be based on the information contained in the relevant base prospectus after seeking independent investment, tax and legal advice.