

Rebalancing Report

iStoxx Europe Minimum Variance Index NR

18-Jan-2016

Ossiam Research & Investment Team*

The iStoxx Europe Minimum Variance Index NR rebalances each third Friday of the month.

The new composition is implemented at the opening of the next business day after the third Friday - usually the next Monday.

The weights are computed using closing prices three days prior to the third Friday. Both the iStoxx Europe Minimum Variance Index NR and the benchmark Stoxx Europe 600 Index NR are computed in EUR. The calculations in the document are performed by Ossiam using Stoxx/Datastream source.

1 Stock Statistics

iStoxx Europe Minimum Variance Index NR	18-Jan-2016
Number of Stocks	91
Added Stocks	12
Deleted Stocks	7
Core Number	79
Old weight of Core	98.98%
New weight of Core	96.90%
Turnover	20.62%
Historical Turnover	35.95%

Table 1: Added and deleted stocks are relative to 15-Jan-2016.

The Core is defined as the subset of stocks that belong to the current as well as the previous composition.

The number of constituents in the index increased from **86** to **91**.

The Turnover is **20.62%**, lower than its historical mean at **35.95%**.

The weight of the Index Core Portfolio decreased from **98.98%** to **96.90%**.

*Email:trading@ossiam.com

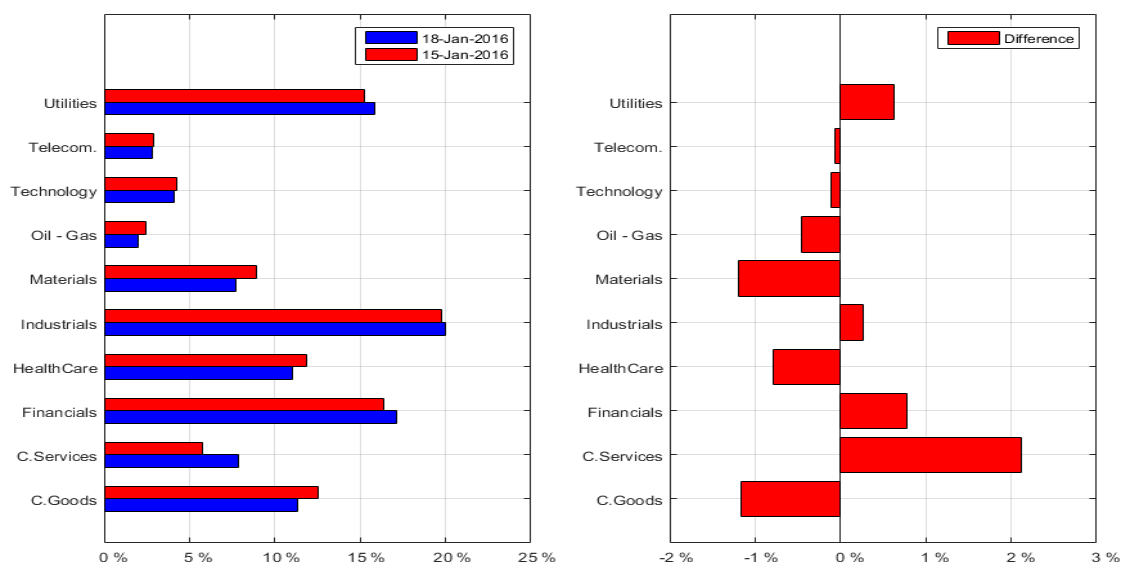
2 Sector Allocation

The most significant changes in sector exposures are: **2.12%** for C.Services, **-1.20%** for Materials, **-1.17%** for C.Goods.

The biggest sector exposures are: **20.00%** for Industrials, **17.12%** for Financials, **15.86%** for Utilities.

	Close 15-Jan-2016	Opening 18-Jan-2016	Difference
C.Goods	12.52%	11.35%	-1.17%
C.Services	5.79%	7.90%	2.12%
Financials	16.35%	17.12%	0.78%
HealthCare	11.85%	11.06%	-0.79%
Industrials	19.73%	20.00%	0.27%
Materials	8.94%	7.74%	-1.20%
Oil - Gas	2.48%	2.02%	-0.46%
Technology	4.24%	4.13%	-0.11%
Telecom.	2.88%	2.82%	-0.06%
Utilities	15.23%	15.86%	0.63%

The left-hand side of the chart below shows the sector deviations at rebalancing. Differences are shown on the right-hand side. Index weights are taken as of 15-Jan-2016 (last business day before the new composition is implemented) compared to the new rebalancing weights as of 18-Jan-2016.



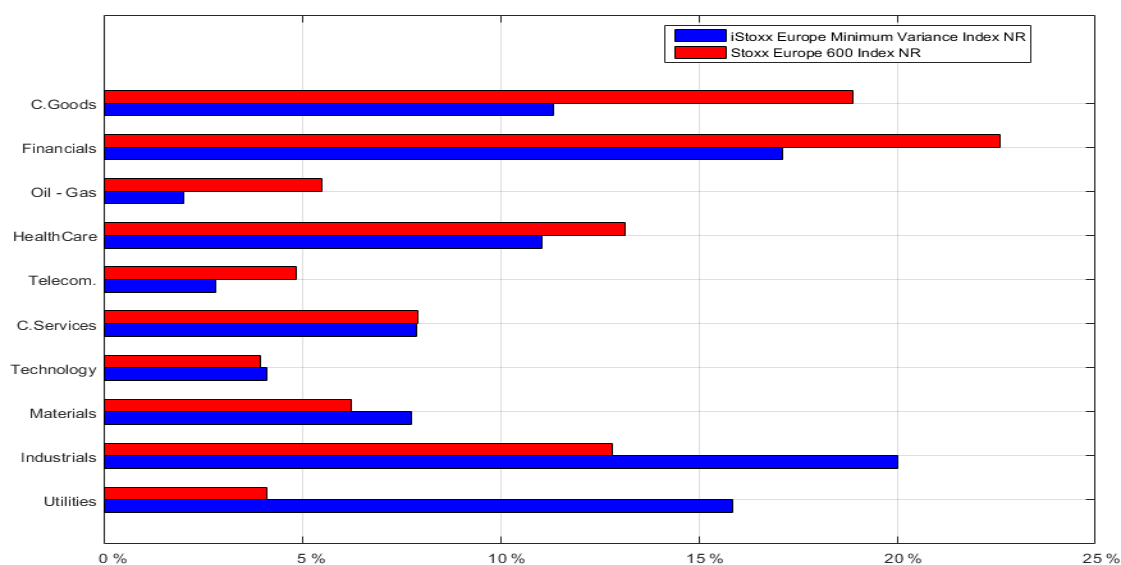
3 Sector breakdown vs. benchmark

The table below shows, for each sector, the weight in the iStoxx Europe Minimum Variance Index NR (ISEMVT Index), in the benchmark Stoxx Europe 600 Index NR (SXXR Index) and their difference. We also show the annualized volatility of each sector in the iStoxx Europe Minimum Variance Index NR (VolMV) and in the benchmark (VolBench). Annualized volatilities are computed using 125 business days ending on 12-Jan-2016

	SXXR Index	ISEMVT Index	Difference	VolMV	VolBench
C.Goods	18.89%	11.35%	-7.54%	17.64%	21.53%
C.Services	7.92%	7.90%	-0.02%	18.77%	19.63%
Financials	22.59%	17.12%	-5.47%	15.75%	21.92%
HealthCare	13.13%	11.06%	-2.07%	18.05%	20.93%
Industrials	12.81%	20.00%	7.19%	14.90%	19.78%
Materials	6.24%	7.74%	1.50%	22.50%	25.62%
Oil - Gas	5.49%	2.02%	-3.48%	30.12%	29.67%
Technology	3.94%	4.13%	0.18%	25.51%	22.55%
Telecom.	4.86%	2.82%	-2.04%	21.62%	23.32%
Utilities	4.11%	15.86%	11.75%	16.66%	20.35%

The iStoxx Europe Minimum Variance Index NR overweights Utilities (**11.75%**) and Industrials (**7.19%**) compared to Stoxx Europe 600 Index NR.

The iStoxx Europe Minimum Variance Index NR underweights C.Goods (**-7.54%**) and Financials (**-5.47%**) compared to Stoxx Europe 600 Index NR.



4 Country Allocation

The most significant changes in country exposures are: **-2.20%** for SWITZERLAND, **-1.66%** for UK, **1.58%** for FRANCE.

The biggest country exposures are: **22.27%** for SWITZERLAND, **16.72%** for SPAIN, **14.53%** for UK.

	Close 15-Jan-2016	Opening 18-Jan-2016	Difference
BELGIUM	4.50%	5.39%	0.89%
DENMARK	8.79%	8.87%	0.09%
FINLAND	0.77%	1.12%	0.35%
FRANCE	8.25%	9.83%	1.58%
GERMANY	5.38%	4.66%	-0.71%
IRELAND	3.15%	3.91%	0.77%
ITALY	2.85%	4.12%	1.27%
NETHERLANDS	5.26%	4.66%	-0.60%
NORWAY	0.04%	-	-0.04%
PORTUGAL	0.32%	0.52%	0.21%
SPAIN	16.89%	16.72%	-0.17%
SWEDEN	3.15%	3.38%	0.23%
SWITZERLAND	24.48%	22.27%	-2.20%
UK	16.19%	14.53%	-1.66%

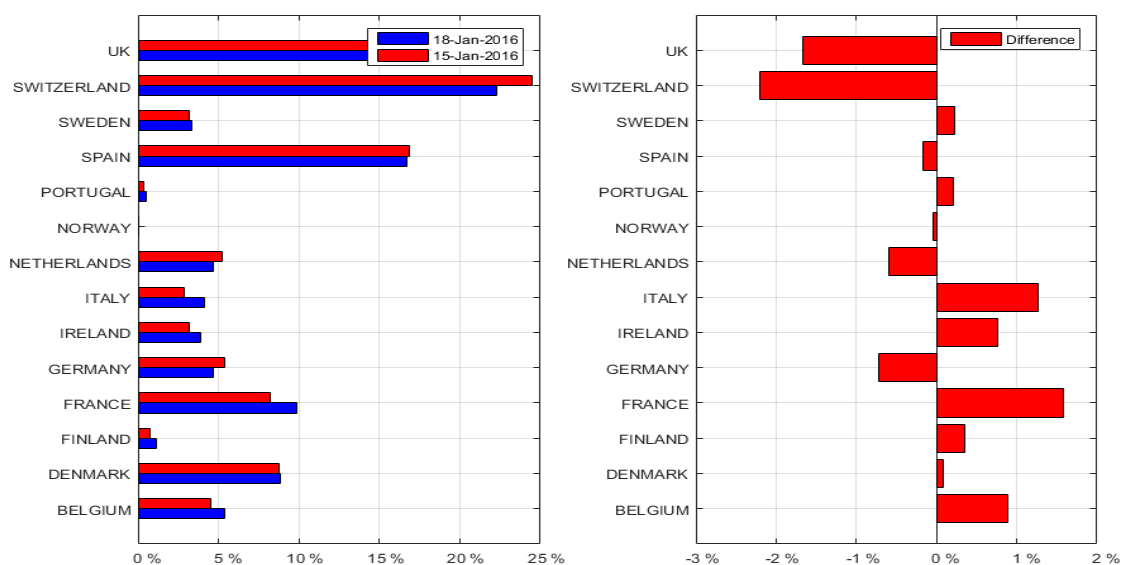
The left-hand side of the chart below shows the country deviations at rebalancing. Differences are shown on the right-hand side. Index weights are taken as of 15-Jan-2016 (last business day before the new composition is implemented) compared to the new rebalancing weights as of 18-Jan-2016.

5 Country breakdown vs. benchmark

The table below shows, for each country, the weight in the iStoxx Europe Minimum Variance Index NR (ISEMVT Index), in the benchmark Stoxx Europe 600 Index NR (SXXR Index) and their difference. We also show the annualized volatility of each country in the iStoxx Europe Minimum Variance Index NR (VolMV) and in the benchmark (VolBench). Annualized volatilities are computed using 125 business days ending on 12-Jan-2016

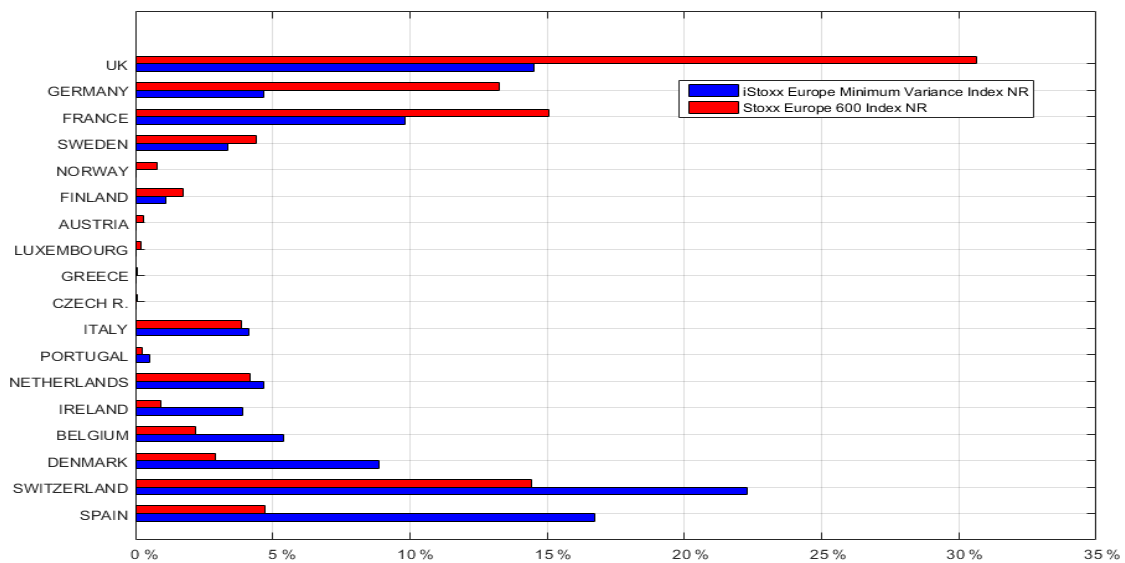
The iStoxx Europe Minimum Variance Index NR overweights SPAIN (**12.00%**) and SWITZERLAND (**7.84%**) compared to Stoxx Europe 600 Index NR.

The iStoxx Europe Minimum Variance Index NR underweights UK (**-16.12%**) and



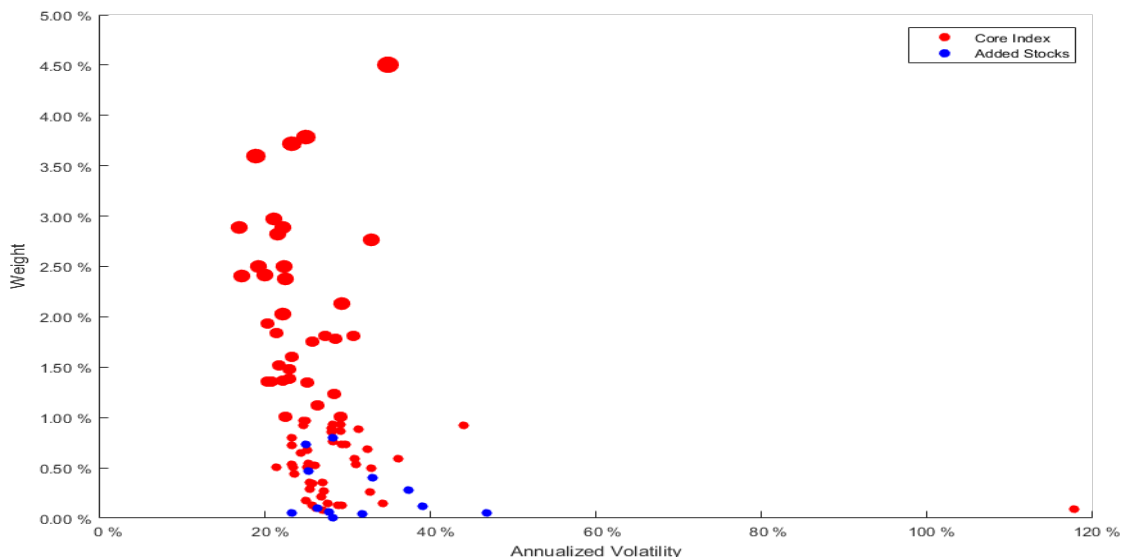
	SXXR Index	ISEMT Index	Difference	VolMV	VolBench
AUSTRIA	0.28%	-	-0.28%	-	24.01%
BELGIUM	2.18%	5.39%	3.21%	17.32%	22.02%
CZECH R.	0.07%	-	-0.07%	-	19.40%
DENMARK	2.92%	8.87%	5.96%	19.08%	21.19%
FINLAND	1.72%	1.12%	-0.59%	26.33%	22.90%
FRANCE	15.05%	9.83%	-5.22%	16.91%	21.93%
GERMANY	13.26%	4.66%	-8.60%	16.92%	23.99%
GREECE	0.09%	-	-0.09%	-	89.68%
IRELAND	0.92%	3.91%	2.99%	23.36%	19.73%
ITALY	3.86%	4.12%	0.26%	21.17%	24.73%
LUXEMBOURG	0.20%	-	-0.20%	-	25.03%
NETHERLANDS	4.18%	4.66%	0.48%	23.26%	21.52%
NORWAY	0.81%	-	-0.81%	-	26.40%
PORTUGAL	0.24%	0.52%	0.29%	26.09%	24.71%
SPAIN	4.72%	16.72%	12.00%	16.48%	21.85%
SWEDEN	4.41%	3.38%	-1.03%	20.92%	23.09%
SWITZERLAND	14.44%	22.27%	7.84%	16.52%	18.50%
UK	30.65%	14.53%	-16.12%	17.87%	22.68%

GERMANY (-8.60%) compared to Stoxx Europe 600 Index NR.



6 Volatility/Weight profile

The chart below shows the distribution of the new iStoxx Europe Minimum Variance Index NR composition on 18-Jan-2016 in terms of annualized volatility (x-axis) and weight (y-axis). Volatility computed over 125 days ending on 12-Jan-2016. On the upper left corner we find low volatile stocks with big weight in the index. On the lower right corner we find high volatile stocks with low weight in the index. These stocks usually enter the index for diversification purposes. We distinguish between Core index and added stocks to appreciate how these newly added stock are positioned in terms of volatility and weight.



7 Added Stocks

The rebalancing has added 12 new stocks. In the table below, T is the current rebalancing date (18-Jan-2016), while T-1 is the previous rebalancing date (21-Dec-2015). Vol(T-1) and Vol(T) are the annualized volatilities computed over 125 business days ending, respectively, on 15-Dec-2015 and 12-Jan-2016. The average daily volumes ADV(T-1) and ADV(T), expressed in mln EUR, are computed over 50 business days ending on the same dates as before, with the relative ranking over the benchmark Stoxx Europe 600 Index NR. Finally, WW(T) is the stock weight at the current rebalancing date.

	Sector	Country	Vol(T-1)	Vol(T)	WW(T)	ADV(T-1)	ADV(T)	B	LF	EU
BANCA MONTE DEI PASCHI	Financials	ITALY	52.71%	46.89%	0.05%	69.19 (109)	66.87 (107)	Y	Y	Y
BANCA POPOLARE DI MILANO	Financials	ITALY	37.79%	33.02%	0.40%	34.70 (204)	32.68 (211)	Y	Y	Y
BERKELEY GROUP HDG.PLC.	C.Goods	UK	34.58%	31.84%	0.04%	22.06 (299)	24.47 (264)	Y	Y	Y
DELHAIZE GROUP	C.Services	BELGIUM	32.88%	28.32%	0.80%	27.07 (247)	26.73 (247)	Y	Y	Y
DEUTSCHE WOHNEN AG	Financials	GERMANY	29.29%	28.27%	0.00%	25.92 (261)	21.58 (290)	Y	Y	Y
ELECTROLUX AB	C.Goods	SWEDEN	40.82%	37.37%	0.28%	40.35 (183)	37.26 (188)	Y	Y	Y
KBC GROEP NV	Financials	BELGIUM	28.92%	27.82%	0.06%	49.53 (143)	41.05 (169)	Y	Y	Y
KLEPIERRE	Financials	FRANCE	27.02%	26.41%	0.10%	28.79 (235)	35.63 (194)	Y	Y	Y
KONINKLIJKE AHOLD NV	C.Services	NETHERLANDS	27.80%	24.94%	0.73%	62.69 (119)	63.77 (112)	Y	Y	Y
RELX NV	C.Services	NETHERLANDS	24.67%	23.31%	0.05%	38.02 (189)	34.38 (198)	Y	Y	Y
SCHINDLER HOLDING AG	Industrials	SWITZERLAND	25.02%	25.37%	0.47%	21.21 (301)	20.78 (300)	Y	N	N
SYNGENTA AG	Materials	SWITZERLAND	39.61%	39.11%	0.11%	111.33 (61)	109.40 (58)	Y	Y	Y

Table 2: The Column B shows whenever the added stock was in the Stoxx Europe 600 Index NR selection as of 21-Dec-2015. The columns LF/EU show whenever the stock was selected by the liquidity filter/eligible universe as of 21-Dec-2015.

8 Deleted Stocks

The rebalancing has deleted 7 new stocks. In the table below, T is the current rebalancing date (18-Jan-2016), while T-1 is the previous rebalancing date (21-Dec-2015). Vol(T-1) and Vol(T) are the annualized volatilities computed over 125 business days ending, respectively, on 15-Dec-2015 and 12-Jan-2016. The average daily volumes ADV(T-1) and ADV(T), expressed in mln EUR, are computed over 50 business days ending on the same dates as before, with the relative ranking over the benchmark Stoxx Europe 600 Index NR. Finally, WW(T-1) is the stock weight at the previous rebalancing date.

	Sector	Country	Vol(T-1)	Vol(T)	WW(T-1)	ADV(T-1)	ADV(T)	B	LF	EU
CENTRICA PLC.	Utilities	UK	30.12%	30.34%	0.10%	45.36 (161)	37.35 (186)	Y	Y	Y
FRESENIUS MED.CARE AG	HealthCare	GERMANY	27.84%	30.34%	0.21%	53.66 (128)	55.30 (118)	Y	Y	Y
HENKEL AG & CO.KGAA	C.Goods	GERMANY	28.47%	28.96%	0.17%	50.99 (138)	49.75 (130)	Y	Y	Y
HUGO BOSS AG	C.Goods	GERMANY	31.03%	31.83%	0.32%	29.43 (234)	25.65 (254)	Y	Y	Y
KONINKLIJKE KPN NV	Telecom.	NETHERLANDS	30.16%	30.14%	0.00%	51.05 (137)	39.13 (177)	Y	Y	Y
TECHNIP	Oil - Gas	FRANCE	38.26%	39.44%	0.19%	46.21 (157)	44.21 (151)	Y	Y	Y
TELENOR ASA	Telecom.	NORWAY	30.08%	30.56%	0.04%	35.75 (199)	35.37 (195)	Y	Y	Y

Table 3: The Column B shows whenever the deleted stock was in the Stoxx Europe 600 Index NR selection as of 18-Jan-2016. The columns LF/EU show whenever the stock was selected by the liquidity filter/eligible universe as of 18-Jan-2016.

9 Ranking Index Constituents - Top 25

The table shows the top 25 positions in the iStoxx Europe Minimum Variance Index NR as of 18-Jan-2016. The column WW indicates the weights in the iStoxx Europe Minimum Variance Index NR as of 18-Jan-2016. The column Vol gives the annualized volatility computed over 125 business days ending on 12-Jan-2016. We also provide the ranking of these volatilities (Rank Vol) relative to the Filtered Selection at the rebalancing date. The column Corr gives the average correlation of each stock relative to the rest of the filtered selection, computed over 500 business days ending on 12-Jan-2016. We also provide the ranking of these correlations (Rank Corr) relative to the Filtered Selection at the rebalancing date. The Rank Blend is computed as 66% Rank Vol + 34% Rank Corr. The lower the stock's Rank Blend, the higher the likelihood that the stock will be overweighted in the Index. Finally, the column Core shows whether the stock was in the iStoxx Europe Minimum Variance Index NR already (YES) or it entered at this rebalancing (NO).

	Sector	Country	WW	Vol	Rank Vol	Corr	Rank Corr	Rank Blend	Core
RANDGOLD RESOURCES LTD.	Materials	UK	4.50%	34.93%	222	7.86%	1	146	YES
ROYAL MAIL PLC.	Industrials	UK	3.78%	24.97%	40	26.90%	10	29	YES
ALSTOM SA	Industrials	FRANCE	3.72%	23.29%	24	29.25%	12	19	YES
AGEAS (EX-FORTIS) NV	Financials	BELGIUM	3.60%	19.02%	3	38.85%	73	26	YES
ENDESA SA	Utilities	SPAIN	2.97%	21.07%	9	36.25%	48	22	YES
MUNCHENER RUCK.GESELL.AG	Financials	GERMANY	2.89%	16.93%	1	49.60%	243	83	YES
BOUYGUES SA	Industrials	FRANCE	2.89%	22.27%	15	35.80%	42	24	YES
SWISSCOM	Telecom.	SWITZERLAND	2.82%	21.62%	12	36.52%	51	25	YES
GEMALTO	Technology	NETHERLANDS	2.76%	32.95%	200	23.11%	4	133	YES
SWEDISH MATCH AB	C.Goods	SWEDEN	2.50%	22.32%	17	37.48%	62	32	YES
RED ELECTRICA CORPN.SA	Utilities	SPAIN	2.50%	19.30%	4	43.25%	139	49	YES
ENAGAS SA	Utilities	SPAIN	2.41%	20.03%	5	41.90%	112	41	YES
IBERDROLA SA	Utilities	SPAIN	2.40%	17.24%	2	50.49%	262	90	YES
SONOVA HOLDING AG	HealthCare	SWITZERLAND	2.38%	22.47%	18	37.40%	60	32	YES
RYANAIR HOLDINGS PLC.	C.Services	IRELAND	2.13%	29.28%	127	29.67%	13	88	YES
GIVAUDAN SA	Materials	SWITZERLAND	2.03%	22.15%	14	40.50%	89	39	YES
NESTLE AG	C.Goods	SWITZERLAND	1.93%	20.37%	6	44.47%	159	58	YES
SWISS LIFE HOLDING AG	Financials	SWITZERLAND	1.84%	21.46%	11	43.16%	135	53	YES

continued on next page

continued from previous page

	Sector	Country	WW	Vol	Rank Vol	Corr	Rank Corr	Rank Blend	Core
PANDORA A/S	C.Goods	DENMARK	1.81%	30.71%	160	28.84%	11	109	YES
CHR HANSEN HOLDING AS	HealthCare	DENMARK	1.81%	27.38%	81	33.18%	25	61	YES
BANK OF IRELAND	Financials	IRELAND	1.78%	28.59%	106	33.47%	28	79	YES
LONZA GROUP AG	HealthCare	SWITZERLAND	1.75%	25.80%	56	34.90%	34	48	YES
AMADEUS IT HOLDING SA	Industrials	SPAIN	1.61%	23.30%	25	39.26%	81	44	YES
SGS SA	Industrials	SWITZERLAND	1.52%	21.75%	13	42.94%	131	53	YES
DIRECT LINE IN.GP.PLC.	Financials	UK	1.48%	23.05%	21	42.52%	121	55	YES

DISCLAIMERS

This document is of a commercial and not of a regulatory nature.

Ossiam, a subsidiary of Natixis Global Asset Management, is a French asset manager authorized by the Autorité des Marchés Financiers (Agreement No. GP-10000016). Although information contained herein is from sources believed to be reliable, Ossiam makes no representation or warranty regarding the accuracy of any information of which it is not the source. The information presented in this document is based on market data at a given moment and may change from time to time.

This material has been prepared solely for informational purposes only and it is not intended to be and should not be considered as an offer, or a solicitation of an offer, or an invitation or a personal recommendation to buy or sell participating shares in any Ossiam Fund, or any security or financial instrument, or to participate in any investment strategy, directly or indirectly. It is intended for use only by those recipients to whom it is made directly available by Ossiam. Ossiam will not treat recipients of this material as its clients by virtue of their receiving this material.

This material reflects the views and opinions of the individual authors at this date and in no way the official position or advices of any kind of these authors or of Ossiam and thus does not engage the responsibility of Ossiam nor of any of its officers or employees. Past performance is not a guide to future performance. Any opinions expressed herein are statements of our judgment on this date and are subject to change without notice. Ossiam assume no fiduciary responsibility or liability for any consequences, financial or otherwise, arising from, an investment in any security or financial instrument described herein or in any other security, or from the implementation of any investment strategy. This information contained herein is not intended for distribution to, or use by, any person or entity in any country or jurisdiction where to do so would be contrary to law or regulation or which would subject Ossiam to any registration requirements in these jurisdictions. The risks associated with the Fund and the Index are detailed in the “General Risk Considerations” section of the Prospectus, available in English on www.ossiam.com. Investments decision should only be made on the basis of the Prospectus. Investors should also be well informed about the main characteristics of the Index (number of stocks, sector and or country breakdown, past evolution...) in order to have an overview of the risks and opportunities related to an exposure to the Index.

The STOXX® Indices and the data composed therein (the Index Data) are the intellectual property (including registered trademarks) of STOXX Limited, Zurich, Switzerland (STOXX) and/or its licensors (the STOXX Licensors). The use of the Index Data requires a license from STOXX. STOXX and the STOXX Licensors do not make any warranties or representations, express or implied with respect to the timeliness, sequency, accuracy, completeness, currentness, merchantability, quality or fitness for any particular purpose of the Index Data. In particular, the inclusion of a company in a STOXX® Index does not in any way reflect an opinion of STOXX or the STOXX Licensors on the merits of that company. STOXX and the STOXX Licensors are not providing investment, tax or other professional advice through the publication of the STOXX® Indices or in connection there with STOXX and its licensors have no relationship to Ossiam, other than the licensing of the iSTOXX™ Europe Minimum Variance Index and the related trademarks for use in connection with OSSIAM ETF indexed to the Index.

This material may not be distributed, published, or reproduced, in whole or in part.