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db x-trackers^{*}

(the "Company")

(*This includes synthetic ETFs)

Investment Company with Variable Capital

Registered office: 49, avenue J.F. Kennedy, L-1855 Luxembourg,
R.C.S. Luxembourg B-119.899

db x-trackers MSCI USA INDEX UCITS ETF* (Stock code: 3020)
db x-trackers MSCI TAIWAN INDEX UCITS ETF (DR) (Stock code: 3036)
db x-trackers NIFTY 50 UCITS ETF* (Stock code: 3015)
db x-trackers MSCI KOREA INDEX UCITS ETF (DR) (Stock code: 2848)
db x-trackers FTSE CHINA 50 UCITS ETF (DR) (Stock code: 3007)
db x-trackers FTSE VIETNAM UCITS ETF* (Stock code: 3087)
db x-trackers US DOLLAR CASH UCITS ETF* (Stock code: 3011)
db x-trackers MSCI EMERGING MARKETS INDEX UCITS ETF* (Stock code: 3009)
db x-trackers MSCI EM ASIA INDEX UCITS ETF* (Stock code: 3035)
db x-trackers MSCI BRAZIL INDEX UCITS ETF (DR) (Stock code: 3048)
db x-trackers MSCI RUSSIA CAPPED INDEX UCITS ETF* (Stock code: 3027)
db x-trackers MSCI WORLD INDEX UCITS ETF* (Stock code: 3019)
db x-trackers MSCI PACIFIC EX JAPAN INDEX UCITS ETF (DR) (Stock code: 3043)
db x-trackers CSI300 UCITS ETF* (Stock code: 3049)
db x-trackers CSI300 BANKS UCITS ETF* (Stock code: 3061)
db x-trackers CSI300 CONSUMER DISCRETIONARY UCITS ETF* (Stock code: 3025)
db x-trackers CSI300 MATERIALS UCITS ETF* (Stock code: 3062)
db x-trackers CSI300 REAL ESTATE UCITS ETF* (Stock code: 2816)
db x-trackers CSI300 UTILITIES UCITS ETF* (Stock code: 3052)
db x-trackers CSI300 ENERGY UCITS ETF* (Stock code: 3017)
db x-trackers CSI300 FINANCIALS UCITS ETF* (Stock code: 2844)
db x-trackers CSI300 HEALTH CARE UCITS ETF* (Stock code: 3057)
db x-trackers CSI300 TRANSPORTATION UCITS ETF* (Stock code: 3063)
db x-trackers CSI300 INDUSTRIALS UCITS ETF* (Stock code: 3005)
db x-trackers MSCI INDONESIA INDEX UCITS ETF* (Stock code: 3099)
db x-trackers MSCI CHINA INDEX UCITS ETF (DR) (Stock code: 3055)
db x-trackers MSCI INDIA INDEX UCITS ETF* (Stock code: 3045)
db x-trackers MSCI MALAYSIA INDEX UCITS ETF (DR) (Stock code: 3082)
db x-trackers MSCI THAILAND INDEX UCITS ETF (DR) (Stock code: 3092)
db x-trackers MSCI PHILIPPINES IM INDEX UCITS ETF (DR) (Stock code: 3016)
db x-trackers MSCI SINGAPORE IM INDEX UCITS ETF (DR) (Stock code: 3065)
db x-trackers MSCI PAKISTAN IM INDEX UCITS ETF* (Stock code: 3106)
db x-trackers MSCI BANGLADESH IM INDEX UCITS ETF* (Stock code: 3105)
db x-trackers MSCI AC ASIA EX JAPAN HIGH DIVIDEND YIELD INDEX UCITS ETF* (Stock code: 3013)

(collectively, the "**Sub-Funds**")
(*This is a synthetic ETF)

ANNOUNCEMENT TO HONG KONG SHAREHOLDERS

Dear Hong Kong Shareholders,

Unless otherwise defined in this announcement, capitalised terms used in this announcement shall have the same meaning as defined in the Hong Kong Prospectus of the Company dated 15 June 2016 (the "**Hong Kong Prospectus**").

The board of directors of the Company wishes to inform you of the following proposed change under the "Investment Restrictions" section of the Hong Kong Prospectus, which will take effect from 12 September 2016 (the "**Effective Date**"):

With effect from the Effective Date,

1. the following text shall be deleted from paragraph 6.6 under "6. Investment Prohibitions":

"Such borrowing may be used for liquidity purposes (e.g., to cover cash shortfall caused by mismatched settlement dates on purchase and sale transactions, finance repurchases or pay fees reverting to a service provider). The assets of such Sub-Fund may be charged as security for any such borrowings in accordance with the principle of segregation of assets and liabilities provided by Article 181(5) of the Law.

The Company may not borrow for investment purposes. Thus, the Sub-Fund itself will in no circumstances be leveraged for investment purposes via borrowings and will therefore not be subject to any shortfall risk, as this term is further detailed in the Product Annex;"

2. paragraph 6.6 will be replaced with the following:

"The Company is prohibited from:

[...]

6.6 *borrowing on behalf of a particular Sub-Fund, unless:*

- *the borrowing is in the form of a back-to-back loan for the purchase of foreign currency; or*
- *the loan is only temporary and does not exceed 10 percent of the net assets of the Sub-Fund in question (taking into account the possibility of a temporary loan amounting to not more than 10 percent of the net assets of the Sub-Fund in question, the overall exposure may not exceed 210 percent. of the net assets of the Sub-Fund in question). The Company may borrow for investment purposes. The Sub-Fund in question may therefore be subject to shortfall risk, as this term is further detailed under the section "Risk Factors" of this Prospectus."*

Corresponding changes will also be made to the Product Annexes of the Sub-Funds.

The above changes have been made in order to provide more flexibility for the Sub-Funds in relation to borrowings within the requirements of the applicable laws and regulations, in particular on the basis of regulatory clarifications provided by the *Commission de Surveillance du Secteur Financier*, especially in its annual report for 2009, regarding the circumstances where temporary borrowing is allowed up to 10 percent of the net assets of a Sub-Fund for investment purposes. The current interpretation of the applicable laws and regulations relating to borrowing enables the use of borrowing by the Company in a broader range of circumstances than those listed in the original paragraph 6.6, but in any case with the aim to meet the investment objectives of the relevant Sub-Fund. This could therefore result in a Sub-Fund being subject to shortfall risk in certain circumstances. By way of explanation, shortfall risk refers to the risk of a portfolio's net assets suffering from an accelerated decrease in value due to (i) the income generated from the investments made with borrowed funds being lower than the cost of the borrowed capital; and (ii) the value of such investments decreasing and becoming less than the value of the borrowed capital. This may in extreme circumstances result in such a portfolio incurring losses greater than the value of its assets. If this happens to a Sub-Fund's portfolio, investors in such a Sub-Fund may suffer losses as a result.

Save for the changes described above, the investment policy, the investment strategy, the dealing arrangements, the risk profile and the fees of the Sub-Funds will remain unchanged. No changes are required to be made to the constitutive documents of the Company as a result of the above changes.

No costs or expenses relating to the above changes and their implementation will be borne by the Company, the Sub-Funds and/or their investors. For the avoidance of doubt, any cost of borrowing on behalf of a particular Sub-Fund will be borne by such Sub-Fund, in the same manner as before the Effective Date.

The Hong Kong Prospectus (including the Product Annexes of the Sub-Funds) will be revised to reflect the above changes. Copies of the revised Hong Kong Prospectus (including the Product Annexes and the Product Key Facts Statements of the Sub-Funds) will be available on the Company's website <http://etf.db.com>¹ on or around the Effective Date. Hard copies of the revised Hong Kong Prospectus (including the Product Annexes and the Product Key Facts Statements) may also be obtained from RBC Investor Services Trust Hong Kong Limited (the "**Hong Kong Representative**") at 51/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong free of charge.

The Board of Directors of the Company accepts responsibility for the accuracy of the information contained in this announcement.

If you have any queries, please direct these to your financial adviser or alternatively the Hong Kong Representative (telephone number: (852) 2978 5656).

db x-trackers* (*This includes synthetic ETFs)
By order of the Board of Directors

10 August 2016

¹ This website has not been reviewed by the Hong Kong Securities and Futures Commission.