Lyxor / OZ U.S. Equity Opportunities Fund - Class A EUR

INVESTMENT OBJECTIVE

The Lyxor / OZ U.S. Equity Opportunities Fund (the ''Fund'') is designed to seek to capitalize on both long and short investment opportunities in the U.S. equity market, with the aim of producing positive, absolute returns with low volatility. The Fund's investment strategies include risk or merger arbitrage and long / short equity special situations.

MONTHLY COMMENTARY

Commentary presented for the month ended October 31, 2016 unless otherwise noted.

The sell-off in the 10-year Treasury and election jitters contributed to the S&P 500's first decline since February. Rates continued to exert influence over market internals: Financials outperformed as the curve steepened, while yield-oriented sectors such as Telecommunications and Real Estate underperformed. Amidst the overall market decline, small caps underperformed large caps by the widest margin since January of this year, reversing almost the entirety of the Russell 2000's year-to-date outperformance versus the S&P 500.

We did not seek to position the portfolio for a specific election outcome. In the areas we viewed as particularly sensitive to the result our net exposures were modest. Interest rates remain in the market's crosshairs and we have previously shared our views on this topic. Additionally, concerns over accelerating inflation are mounting and this is a factor we are paying close attention to.

The Fund generated a modest gain in October, with performance driven primarily by company and situation-specific events and catalysts in a number of our positions. On the whole, third quarter earnings results from most of our companies were consistent with our expectations and investment cases, although share price reactions in both directions were generally modest (with some exceptions).

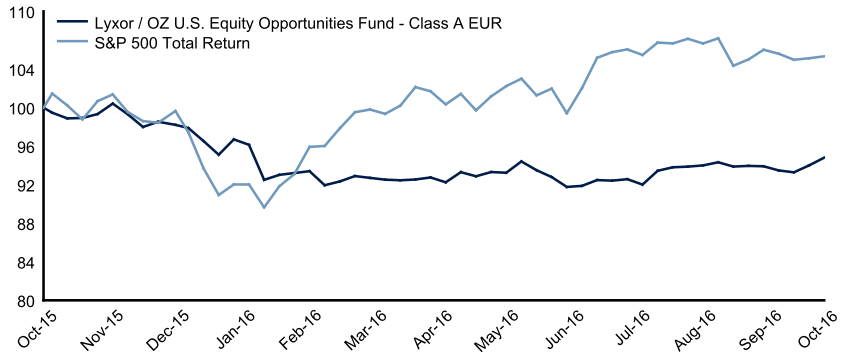
We increased the Fund's Merger Arbitrage exposure as we initiated positions in a handful of newly-announced transactions. Deal activity overall remained surprisingly robust, even right ahead of the election. Among the large number of transactions, we entered into a few select positions where we believe the market is not appropriately discounting the probability of deal closure. Our approach in this area remains entirely opportunistic and based on the degree to which we are finding what we believe are favorably skewed situations.

We maintain the view that the stock-picking environment is more accommodating than it had been earlier in the year and we maintain high conviction in our positions on both the long and short sides of the book.

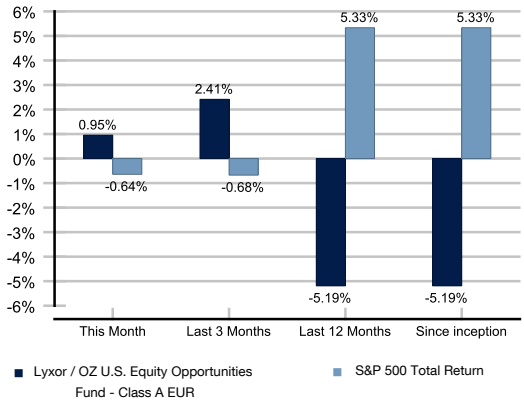
FUND FACTS

Legal Structure	Sub-Fund Of Lyxor Newcits IRL II PLC
Fund Inception Date	October 30, 2015
Class Inception Date	October 30, 2015
Share Class Currency	EUR
Available Currency Classes	EUR, USD, CHF, GBP, SEK, NOK, JPY
ISIN Code	IE00BYX44R17
Bloomberg Code	LYUEOAE ID
Investment Manager	Lyxor Asset Management
Sub-Investment Manager	OZ Management LP
Administrator	GlobeOp Financial Services LLC
Liquidity (1)	Weekly
Subscription/Redemption Notice	Tuesday 2:00 PM CET
Valuation Day	Daily
Total Fund Assets (M EUR)	38
Management Fee (2)	2.25%
Class Performance Fee (2)	20% subject to high watermark
Administration Fee (2) (3)	Max 0.20%
Long Exposure	118.04%
Short Exposure	97.37%
Net Exposure (long - short)	20.67%
Gross Exposure (long + short)	215.41%

PERFORMANCE SINCE INCEPTION



PERFORMANCE ANALYSIS



HISTORICAL MONTHLY RETURNS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016	-1.54%	-3.62%	-0.54%	0.05%	0.53%	-1.58%	0.88%	1.55%	-0.10%	0.95%			**-3.47%**
2015											-0.66%	-1.12%	**-1.78%***

** Since inception: October 30, 2015*

The Fund launched on October 30, 2015, and did not have trading activity for the month. Performance presented is net of all fees and expenses of the Class.
The information contained herein is estimated based on unaudited data. Numbers are subject to rounding Performance for any partial year represents actual total returns for such partial year and is not annualized.

RISK ANALYSIS

	Since inception	
	Class *	Index **
Volatility	6.53%	11.41%
Sharpe ratio	N/A	0.48
Maximum DrawDown	-8.62%	-11.65%

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*** S&P 500 Total Return*

These indicators are based upon weekly returns calculation.

IMPORTANT NOTE

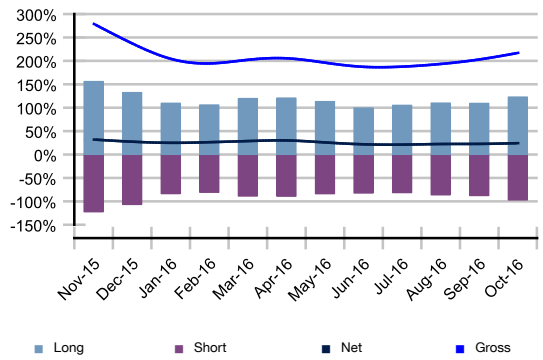
Official NAV is calculated as of every Tuesday, subject to holidays and certain extraordinary events. Performance is based on the Class's last official NAV, and the Index level as of the same day.
The Fund complies with the UCITS Directive and has been approved by the Central Bank of Ireland on October 30, 2015. Please refer to the Fund's prospectus for a full disclosure of the Fund's characteristics.
(1) Under normal market conditions, Lyxor intends to offer the LIQUIDITY mentioned above. However, the LIQUIDITY is not guaranteed and there are circumstances under which such LIQUIDITY may not be possible. Please refer to the Fund's legal documentation for complete terms and conditions.
(2) For any additional information regarding fees, please refer to the relevant fees section of the Fund's Prospectus.
(3) The Fund is subject to an Administrative Expenses fee at a fixed rate of up to 50,000 EUR per annum together with an additional fee of 0.20% of the Net Asset Value of each Class of the Fund per annum.

Prospective investors should consult with their independent financial advisor with respect to their specific investment objectives, financial situation or particular needs to determine the suitability of investment. There can be no assurance that the investment objective of the Fund will be achieved and investment results may vary substantially over time. Investments in the Fund places an investor's capital at risk. The price and value of investments may fluctuate and investors may lose all or a substantial portion of their investment. Past performance is not indicative of future results.
PAST PERFORMANCE IS NOTE A RELIABLE INDICATOR OF FUTURE RESULTS

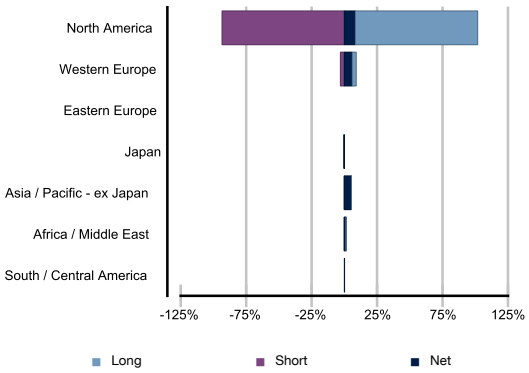
Data Source: Lyxor Asset Management

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MONTHLY STRATEGY EXPOSURE FOR LAST 12 MONTHS

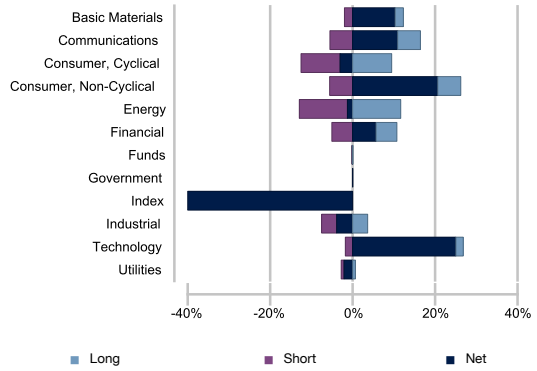


GEOGRAPHICAL BREAKDOWN

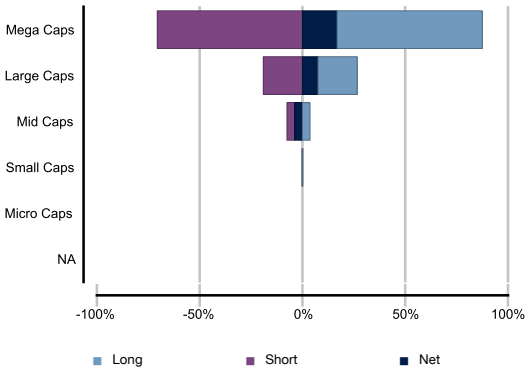


The geographic classification of a security depends on the location of the issuer's main business activity. Treasury securities are categorized according to the issuing country.

SECTOR ALLOCATION

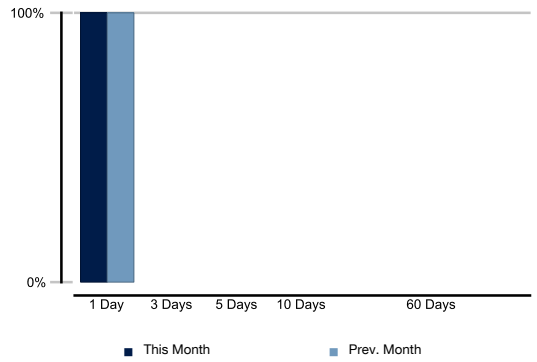


CAPITALISATION BREAKDOWN



Market Capitalization Categories are defined as:
>> For US Equities: Mega Cap - greater than $20 billion, Large Cap - from $5 to $20 billion; Mid Cap - from $1 to $5 billion; Small Cap - from $300 million to $1 billion; Micro Cap less than $300 million.
>> For non US Equities: Mega Cap - greater than $20 billion, Large Cap - from $4 to $20 billion; Mid Cap - from $500 million to $4 billion; Small Cap - from $150 to $500 million; Micro Cap less than $150 million.
Market capitalization data is sourced from Bloomberg as of October 25, 2016.

EQUITY LIQUIDATION SCENARIO



The percentage of the equity asset that can be liquidated in the designated number of business days, assuming the sub investment manager is limited to selling no more than 25% of the average daily trading volume over last 60 business days. Average daily trading volume data is sourced from Bloomberg. For any security for which average trading volume was not available, it was assumed that the position could not be liquidated in one month.

MAIN RISKS

Risk of losses: The price of Shares can go up as well as down and investors may not realise their initial investment. The investments and the positions held by the Fund are subject to (i) fluctuations in the Strategy (ii) market fluctuations, (iii) reliability of counterparties and (iv) operational efficiency in the actual implementation of the investment policy adopted by the Fund in order to realise such investments or take such positions. Consequently, the investments of the Fund are subject to, inter alia, the risk of declines in the Strategy (which may be abrupt and severe), market risks, credit exposure risks and operational risks. At any time, the occurrence of any such risks is likely to generate a significant depreciation in the value of the Shares. Due to the risks embedded in the investment objective adopted by the Fund, the value of the Shares may decrease substantially and even fall to zero, at any time.
Counterparty risk: the Fund is exposed to the risk that any credit institution with which it has concluded an agreement or a transaction could become insolvent or otherwise default. If such an event occurs, you could lose a significant part of your investment.
Credit risk: the Fund is exposed to the risk that the credit quality of any direct or indirect debtor of the Fund (be it a state, a financial institution or a corporate) deteriorates or that any such entity defaults. This could cause the net asset value of the Fund to decline.
Operational risk and asset custody risk: in the event of an operational failure within the management company, or one of its representatives, investors could experience delays or other disruptions.
Liquidity risk: in certain circumstances, financial instruments held by the Fund or to which the value of the Fund is linked could suffer a temporary lack of liquidity. This could cause the Fund to lose value, and/or to temporarily suspend the publication of its net asset value and/or to refuse subscription and redemption requests.
Risk of using FDI: the Fund invests in financial derivative instruments in order to reach its investment objective. These instruments may include a range of risks which could lead to their adjustment or result in their early termination. This could lead to the loss of a part of your investment.
Capital at risk: the initial capital invested is not guaranteed. As a consequence, investor's capital is at risk and the amount originally invested may not be recovered. Please refer to the Fund's Prospectus for a complete description of the Investment Risks.

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Market Data – Disclosure

The comparison of the Class against the S&P 500 Total Return Index (SPTR) is intended solely for illustrative purposes to show a historical comparison of the Strategy to the broader equity markets, as represented by the SPTR, and should not be considered as an indication of how the Class will perform relative to the SPTR in the future.

The SPTR is not a performance benchmark of the Fund. The Fund is not managed to correlate in any way with the returns or composition of the SPTR, which is unmanaged. It is not possible to invest in an unmanaged index. You should not assume that there is any material overlap between the securities underlying the Fund and those that comprise the SPTR. The SPTR is an equity index whose value is calculated as the free-float weighted average of the share prices of the 500 large-cap companies listed on the NYSE and NASDAQ. Returns of the SPTR have not been reduced by fees and expenses associated with investing in securities and include the reinvestment of dividends.