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**COUNTRY SUPPLEMENT  
FOR  
Expat Bulgaria SOFIX UCITS ETF  
(THE "FUND")**

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**ADDITIONAL INFORMATION FOR INVESTORS IN THE UNITED KINGDOM ("UK")**

**The following information is addressed to potential investors of the Fund in the United Kingdom. This Country Supplement forms part of, and should be read in conjunction with, the Prospectus for the Fund dated 21 November 2016 and any Addenda and Supplement(s) thereto (hereinafter referred to as the "Prospectus") and specifies and completes the Prospectus as far as sales activities in the United Kingdom are concerned.**

The Directors of the Management Company, whose names appear under the heading "Management Company" of the Prospectus, are the persons responsible for the information contained in the Prospectus and this Country Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of the information. The Directors accept responsibility accordingly. Unless otherwise specified in this Country Supplement, capitalised terms and expressions used hereinafter shall bear the same meaning as in the Prospectus.

The Directors wish to inform unitholders and prospective investors in the Fund of the following:

**General**

The Fund is an open-ended collective investment scheme for investing in securities and other liquid financial assets, established and operating in accordance with the Collective Investment Schemes and Other Undertakings for Collective Investment Act (ACISOCIVA), the Public Offering of Securities Act (POSA) and the regulations for its implementation, the Markets in Financial Instruments Act (MFIA), the Law on Obligations and Contracts (LOC) and the other applicable laws of the Republic of Bulgaria.

The Fund is recognised by the Financial Conduct Authority ("FCA") under section 264 of the UK Financial Services and Markets Act 2000 ("FSMA"). Units in the Fund may be promoted to the United Kingdom public by persons authorised to carry on investment business in the United Kingdom. The Prospectus and this Country Supplement constitute a financial promotion for the purposes of Section 21 of the FSMA and is being issued in the UK by the Fund.

The Fund does not carry on investment business in the United Kingdom, so as to require the conduct of its business to be regulated under FSMA. Shareholders will therefore not benefit from the protections provided by the United Kingdom regulatory system.

In connection with the Fund's recognition under section 264 of FSMA, Peterhouse Corporate Finance Limited (the "Facilities Agent") has been appointed to act as the facilities agent for the Fund in the United Kingdom and it has agreed to provide certain services at 15 Eldon Street, London EC2M 7LD, United Kingdom in respect of the Fund as required of a recognised scheme pursuant to the rules contained in the Collective Investment Schemes Sourcebook ("COLL") governing recognised schemes published by the FCA as part of the FCA's Handbook of Rules and Guidance. The Facilities Agent shall receive such fee as may

be determined from time to time. The Facilities Agent fees are payable by the Fund. Full information relating to the fees and expenses payable by investors in the Fund is set out in the section of the Prospectus entitled “Business Information”.

### **Important**

Compensation under the Financial Services Compensation Scheme will generally not be available to UK investors.

A UK investor who enters into an investment agreement with the Fund to acquire Units in response to the Prospectus will not have the right to cancel the agreement under the cancellation rules made by the FCA. The agreement will be binding upon acceptance of the order by the Fund.

### **Dealing Arrangements and Information**

The UK Facilities Agent will maintain at the UK Facilities Agent’s office at 15 Eldon Street, London, EC2M 7LD, United Kingdom facilities to enable:

1. Any person to inspect (free of charge) and obtain (free of charge) a copy of the following documents of the Fund in the English language:

- (a) the Rules of the Fund (equivalent to “the instrument constituting the fund”);
- (b) any instrument amending the Rules of the Fund;
- (c) the latest Prospectus together with any supplements thereto;
- (d) the key investor information documents; and
- (e) the most recently published annual and semi-annual reports relating to the Fund;
- (f) any other documents required from time to time by COLL to be made available.

2. Any person to obtain information orally and in writing (in English) about the most recently published prices of the units (the last published net asset value per unit, along with the last published subscription and redemption price per unit). In the event that the units are listed for trading on an investment exchange in the UK where participants may sell their units at a price not significantly different from the net asset value per unit, the Facilities Agent will also inform participants of the investment exchange.

The Management Company intends to list the units of the Fund for secondary trading on at least one stock exchange in the UK, in addition to the Bulgarian Stock Exchange – Sofia (Bulgaria), where the units of the Fund are traded under the ticker BGX.

Information on the net asset value of the Fund and the net asset value per unit will also be available at the registered office of the Management Company and Administrator – Expat Asset Management EAD – at its address: Bulgaria, Sofia 1000, 96A Georgi S. Rakovski Street. It will also be available on its web site at [www.expat.bg/en/funds/ExpatBulgariaSOFIX](http://www.expat.bg/en/funds/ExpatBulgariaSOFIX), at the site of the Bulgarian Stock Exchange – Sofia [www.bse-sofia.bg](http://www.bse-sofia.bg) under the ticker BGX, and at [www.bloomberg.com](http://www.bloomberg.com) under the symbol BGX:BU.

3. Any unitholder to redeem or arrange for redemption of units and obtain payment by transmitting such requests to the Administrator as soon as possible after receipt by the UK Facilities Agent. The procedure for units subscription and redemption is explained in details in the Prospectus under the section “Trading Information” and in the Rules of the Fund. In addition, applicants for subscription and redemption may obtain information on the subscription and redemption procedures directly from the Facilities Agent at the above-mentioned offices, including sample orders for units subscription and redemption in English, along with instructions in English on how to fill them. Subscription and redemption orders can be

submitted through the Facilities Agent, directly to the Management Company, or through the DVP Settlement System of Clearstream. The transfer of units or payments is made through delivery versus payment (DVP) settlement in Clearstream directly to and from the investor's securities account with a custodian or a broker/dealer.

UK investors should note that the primary market of the Fund (where units can be bought or sold directly from or to the Fund) can be accessed by qualified investors only, as defined in the Prospectus and Rules of the Fund under Section "Trading Information". Each primary market participant must be set-up, including through a custodian or a broker/dealer, to submit subscription and redemption orders for DVP settlement through Clearstream. Subscription and redemption orders can be submitted personally or through a proxy (i.e. through a custodian/broker/dealer, of which the investor is a client). Those procedures do not apply to retail investors, who can only purchase or sell units of the Fund on a regulated investment exchange where the Fund's units are registered for trading, through an account with a participating investment broker.

The attention of investors is drawn to the section of the Prospectus entitled "Trading Information", in particular with regard to the deadlines for the subscription and redemption of units, minimum order lot sizes and qualification requirements for primary market access.

4. Any person to make a complaint about the operation of the Fund, which complaint the UK Facilities Agent will transmit to the Fund.

5. Any unitholder to obtain, free of charge and in English, details or copies of any notices which have been given or sent to unitholders.

The UK Facilities Agent shall also accept service of all documents and process of the Courts in the United Kingdom.

#### **Taxation of the Fund in the United Kingdom**

The Management Company of the Fund intends that the affairs of the Fund should be managed and conducted so that it does not become resident in the UK for UK taxation purposes. Accordingly, and provided that the Fund does not carry on a trade in the UK through a permanent establishment situated therein for UK taxation purposes, the Fund will not be subject to UK corporation tax on income and capital gains arising to it other than certain income deriving from a UK source. The Management Company intends that the affairs of the Fund are conducted so that no such permanent establishment will arise insofar as this is within their control, but it cannot be guaranteed that the conditions necessary to prevent any such permanent establishment coming into being will at all times be satisfied.

Interest and other income received by the Company which has a UK source may be subject to withholding taxes in the UK

**Dated: 13 February 2017**