Key Information Document

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

Name of Product: Xtrackers Galaxy Physical Bitcoin ETC Securities

PRIIP Manufacturer: DWS Investments UK Limited

ISIN: CH1315732250, German Security Code: A4AE1S, Currency: USD

Website: www.etf.dws.com

Call +44 (0)20 7547 1747 for more information.

The Financial Conduct Authority (FCA) is responsible for supervising DWS Investments UK Limited in relation to this Key Information Document.

This PRIIP is issued by Xtrackers Digital Markets ETC AG, a Swiss company, and authorised in Sweden.

This Key Information Document is accurate as at 25 March 2024.

You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type

ETC - Exchange Traded Certificate (exchange traded secured debt obligations with cryptocurrency exposure) – Asset Backed Notes.

Term

This product is not subject to any fixed term. For information on redemption possibilities please refer to section "How long should I hold it and can I take out my money early?". Xtrackers Galaxy Physical Bitcoin ETC Securities were issued in 2024.

Objectives

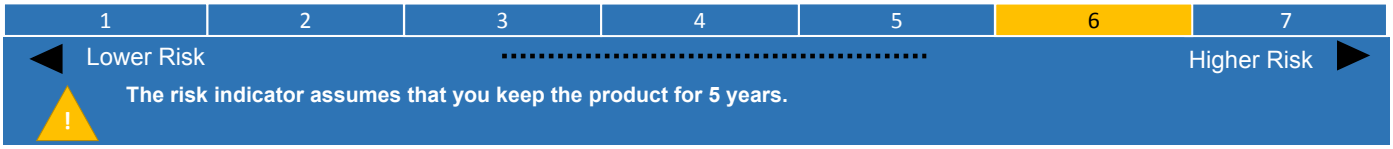
The ETC securities provide you with exposure to Bitcoin without requiring you to acquire ownership of Bitcoin in a digital wallet. ETC securities can be purchased or sold on one or more stock exchanges. Each ETC security relates to a specific amount of Bitcoin, known as the coin entitlement per ETC security. The coin entitlement was initially 0.000175 Bitcoin and is reduced on a daily basis to reflect the product fee. The level of the fee and the current coin entitlement is specified on www.etf.dws.com. The issuer publishes a calculated daily value per security which equals the relevant Bitcoin price, multiplied with the relevant coin entitlement. This value does not equal the relevant secondary market price (for purchase or sale). The issuer will seek to hold a sufficient amount of Bitcoin to cover its obligations under the ETC securities. On redemption, the execution agent will sell the Bitcoin and proceeds will be used to pay amounts due to security holders. On redemption, it is intended that the ETC security will become payable in cash at an amount equal to the net proceeds of the sale of an amount of Bitcoin equal to the Coin Entitlement less the relevant costs and fees relating to the redemption. However, since the ability to make such payment is dependent on whether there is sufficient proceeds from the sale of the Bitcoin available, security holders may receive no payment in certain circumstances. ETC securities will not pay periodic interest. The value per ETC security and the secondary market price of the ETC securities can go down as well as up throughout the term of the ETC securities. The ETC securities are not principal protected and you may lose some or all of your investment. Investors should be aware that upon investing, they will not take delivery of any Bitcoin, unless the investor directly approaches the issuer to redeem in kind subject to relevant conditions being satisfied. More detailed information on the issuer of the ETC securities, such as the prospectus (in English language) as well as the annual and semi-annual report (in English language), can be obtained free of charge online at www.etf.dws.com. For more details about the ETC securities, please refer to the prospectus, which is available at www.etf.dws.com.

Intended Retail Investor

This ETC product is a complex product and is only intended for informed retail investors who: (i) understand the speculative nature of a product offering exposure to the performance of the underlying asset(s), (ii) have a long-term investment horizon of at least 5 years, (iii) have average knowledge and/or financial industry experience and understand the significant risks associated with cryptocurrencies, and (iv) are prepared to accept a high risk of loss (including up to complete loss) of invested capital and understand that cryptocurrencies may not have any intrinsic value.

What are the risks and what could I get in return?

Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 6 out of 7, which is the second-highest risk class.

This rates the potential losses from future performance at a high level, and poor market conditions are very likely to impact our capacity to pay you.

If the product currency differs from your investment currency, the following applies: Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. Currency hedging may not be perfect. This risk is not considered in the indicator shown above.

You may lose some or all of your investment.

The following risks could be of particular significance for the ETC securities:

- The ETC security value depends on the underlying Bitcoin price and it could fall for long periods.
- A more detailed description of risks and other general information can be found in the risk section(s) of the prospectus.

Crypto assets face distinct market risks (high price volatility and bankruptcies of large crypto asset service providers), technical risks (private key storage risks, protocol flaws and hacking risks), legal and regulatory risks (changing legal and regulatory classification of crypto assets), operational risks (settlement and operational disruption risks) and technology risks (blockchain technology and fraud risks).

This product does not include any protection from future market performance so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

Performance Scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and a suitable benchmark over the last 10 years. Markets could develop very differently in the future.

The stress scenario shows what you might get back in extreme market circumstances.

The unfavourable scenario occurred for an investment in the benchmark between October 2021 and February 2024.

The moderate scenario occurred for an investment in the benchmark between September 2014 and September 2019.

The favourable scenario occurred for an investment in the benchmark between March 2016 and March 2021.

Recommended holding period: 5 years.			
Example Investment: USD 10,000.			
		If you exit after 1 year	**If you exit after 5 years**
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	**What you might get back after costs**	170 USD	20 USD
	Average return each year	-98.27 %	-70.61 %
Unfavourable	**What you might get back after costs**	2,640 USD	10,350 USD
	Average return each year	-73.57 %	0.69 %
Moderate	**What you might get back after costs**	16,810 USD	218,790 USD
	Average return each year	68.14 %	85.36 %
Favourable	**What you might get back after costs**	152,170 USD	1,436,010 USD
	Average return each year	1,421.69 %	170.04 %

What happens if DWS Investments UK Limited is unable to pay out?

DWS Investments UK Limited as PRIIPS manufacturer of the ETC securities is not obliged to make any payment in relation to the ETC securities. Xtrackers Digital Markets ETC AG is obliged to make payments under the ETC securities. If Xtrackers Digital Markets ETC AG fails to make a payment when due, the trustee (Vistra Capital Markets Trustees Limited) can enforce the security over the cryptocurrency deposited with the custodian. Once the trustee has enforced the security it can then sell the cryptocurrency and use of the proceeds of this sale to pay amount owed to you under the ETC securities. The proceeds of such sale may not be enough to cover all amounts owed to you under the ETC securities. The product is a debt instrument and as such is not covered by any deposit protection scheme.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.
We have assumed:
- In the first year, you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- USD 10,000 is invested.

	If you exit after 1 year	If you exit after 5 years
Total costs	35 USD	3,856 USD
Annual cost impact (*)	0.4%	0.6% each year

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 86.0% before costs and 85.4% after costs.

Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee.	0 USD
Exit costs	We do not charge an exit fee.	0 USD
Ongoing costs [taken each year]		
Management fees and other administrative or operating costs	0.35% of the value of your investment per year. This is an estimate.	35 USD
Transaction costs	We do not charge transaction costs.	0 USD
Incidental costs taken under specific conditions		
Performance fees	We do not charge a performance fee.	0 USD

How long should I hold it and can I take money out early?

Recommended holding period: 5 years. This product has no required minimum holding period but is designed for long term investment. However, the product may terminate early and may also be sold on the secondary market.
In volatile or unusual market conditions, or in the event of technical faults/disruptions, the purchase and/or sale of the product can be temporarily hindered and/or suspended and may not be possible at all. The ETC securities may be redeemed if: (1) we redeem all of the ETC securities in the series following thirty days calendar written notice to you; (2) an event of default occurs; (3) an early redemption event occurs; or (4) the investor directly approaches the issuer, to redeem subject to relevant conditions being satisfied. A detailed description of early redemption events and events of default can be found in the Base prospectus available at www.etf.dws.com

How can I complain?

Complaints about the behaviour of the person who advised you on the product or sold it to you, should be addressed directly to that person. Complaints about the product or the behaviour of the manufacturer of this product should be directed to the following address:
Postal Address: DWS Complaints Officer, 21 Moorfields, London, EC2Y 9DB ; Email: complaints.etcs@list.db.com
We will then handle your request and provide you with feedback as soon as possible. We have a summary of our complaints handling procedure available free of charge online at www.etf.dws.com.

Other relevant information

Taxation regimes applicable to the security in your jurisdiction may affect your personal tax situation. Prospective investors should inform themselves of, and where appropriate take advice on such taxation regimes. Previous performance scenario calculations can be found under https://etf.dws.com