

# SSGA LDI Leveraged Index Linked Gilt 2032 Fund

## *Supplement No. 2*

(A Sub-Fund of SSgA Qualified Trust (the “Trust”) which qualifies as a qualifying investor alternative investment scheme for the purposes of the Central Bank’s regulations on collective investment schemes established under the Unit Trusts Act, 1990 and for the purposes of the AIFMD Regulations).

**This Supplement (the “Supplement”) forms part of the Prospectus dated 3 August 2021 as amended from time to time (the “Prospectus”) in relation to the Trust. This Supplement should be read together with the Prospectus. It contains information relating to the Fund and its available Classes.**

**The Fund is intended to be used by Qualifying Investors only. Unless otherwise expressly agreed in writing under a separate agreement, the Manager, or any affiliate of the Manager:**

- (I) will not act as investment manager, fund manager or adviser to the Qualifying Investor or to any of the Qualifying Investor’s trustees, investment consultant, fund manager and/or advisers**
- (II) will not undertake to give advice in a fiduciary capacity in connection with the offer of sale of Units in the Trust or any Fund and**
- (III) will not assess**
  - (A) the suitability for any Qualifying Investor of an investment into the Fund or**
  - (B) That any such investment is consistent with any applicable diversification requirements specific to that Qualifying Investor or**
  - (C) That the investment is consistent with the Qualifying Investor’s statement of investment principles.**

**Each Qualifying Investor should consult an investment consultant or other financial adviser for independent advice in relation to the matters set out in (ii) (a)-(c) above as well as any other matters pertinent for that Qualifying Investor before investing into the Fund.**

Unless otherwise defined herein or unless the context otherwise requires, all defined terms used in this Supplement shall bear the same meaning as in the Prospectus.

Prospective investors should review the entire Supplement and the Prospectus carefully. If you have any questions, you should consult your investment consultant and/or financial adviser. Potential investors should consider the risk factors set out in the Prospectus and in this Supplement before investing in this Fund. The Directors listed in the “Management and Administration” section of the Prospectus, accept responsibility for the information contained in this Supplement.

## SSGA LDI Leveraged Index Linked Gilt 2032 Fund

### Fund Characteristics

<b>Base Currency</b>	GBP
<b>Investment Manager</b>	State Street Global Advisors Europe Limited.
<b>Sub-Investment Manager(s)</b>	State Street Global Advisors Limited.
<b>TER</b>	0.05% of NAV per annum max.
<b>Maturity Date</b>	22 November 2032 or such earlier or later date as the Underlying Asset is redeemed in full by its issuer.
<b>Underlying Asset</b>	UK Index Linked Gilt 1.25% 2032 (GB00B3D4VD98)
<b>SFDR Fund Classification</b>	The Integration of Sustainability Risk is not relevant for this Fund / neither Article 8 nor Article 9

### Dealing Information

<b>Dealing Day</b>	Wednesday of each week, unless Wednesday is not a Business Day, or is a Business Day falling within 10 Business Days following the issuance of a Single Maturity Funding Notice whereby in both cases the Dealing Day shall be the next following Business Day which is not a Business Day falling within 10 Business Days following the issuance of a Single Maturity Funding Notice, and such other days as the Manager may determine and notify in advance to Unitholders provided that there will be at least one Dealing Day per quarter.
<b>Dealing Deadline</b>	For all subscriptions and redemptions: 10.00 am (Irish time) on the Business Day before the Dealing Day.

### Valuation Information

<b>Valuation Point</b>	5.00 pm (Irish time) on each Business Day.
<b>Valuation Pricing Used</b>	Closing mid prices.

## Investment Objective and Policy

### Investment Objective:

The objective of the Fund is to provide a leveraged exposure to the Underlying Asset. **There can be no assurance that the Fund will achieve its objective.**

**Investment Policy:** The investment policy of the Fund is to gain leveraged exposure to the Underlying Asset by investing in the Underlying Asset. The Fund also seeks to achieve its investment objective by entering into transactions including but not limited to TRS and repurchase transactions.

TRS transactions may be unfunded and consequently the Fund may invest the cash held by it in permitted collective investment schemes.

Although the Investment Manager and/or Sub-Investment Manager may consider the above in purchasing or selling, or entering into, investments (including but not limited to other fixed income and money market instruments and permitted collective investment schemes which provide similar exposures to the Underlying Asset) for the Fund, the Investment Manager and/or Sub-Investment Manager may purchase, sell, enter into or continue to hold an investment for the Fund whenever it believes that doing so may benefit the Fund, on the basis of any of the factors described above or any other factors it may in its discretion consider.

The Investment Manager and/or Sub-Investment Manager, on behalf of the Fund, will invest as further described in the "Investment Strategies – Single Maturity Funds" section of the Prospectus.

### Permitted Investments

**Bonds:** The securities in which the Fund invests may include government and government-related bonds. Such instruments shall be fixed and/or floating rate and shall be of investment grade.

**Other Funds / Liquid Assets:** The Fund may invest more than 100% of its net assets in other regulated open-ended funds where the objectives of such funds are consistent with the objective of the Fund or are Money Market Funds and where such funds are authorised in member states of the EEA, USA, Jersey, Guernsey or the Isle of Man and where such funds comply in all material respects with the provisions of the UCITS Regulations (provided, however, the Fund shall not invest more than 50% of its net assets in any one such fund, other than a sub-fund of State Street Liquidity plc, details of which is set out in Appendix 2 of the Prospectus). The Fund may hold ancillary liquid assets such as deposits.

**Repurchase transactions:** The Fund may also use repurchase transactions in order to obtain leveraged exposure to the Underlying Asset or to obtain cash for

derivative collateralisation. Under a repurchase transaction, the Fund typically sells the relevant Underlying Asset to a counterparty and agrees at the time of sale to repurchase the relevant Underlying Asset at a mutually agreed upon date and price. In order to achieve the leveraged exposure, the cash collateral that the Fund receives from the counterparty as part of the repurchase transaction may be reinvested in transferable securities, including without limitation, the relevant Underlying Asset and other permitted bonds and money market instruments as well as UCI. In exchange for the cash collateral received, the Fund will be required to pay interest to the counterparty. Once a repurchase transaction expires, the Fund will typically enter into a new repurchase transaction to seek to maintain the same (or similar) exposure to the relevant Underlying Asset. The Fund may enter into repurchase transactions with multiple counterparties. There is no minimum rating requirement for counterparties to repurchase transactions nor is there a maximum net exposure for the Fund to a counterparty to a repurchase transaction.

**Swaps:** In seeking to achieve leveraged exposure to the Underlying Asset, the Fund may enter into one or more TRS transactions. A TRS is an agreement in which one party (total return payer) transfers the economic performance of the Underlying Asset to the other party (total return receiver). The valuation of the TRS will reflect the relative movements in the performance (both positive and negative) of the relevant Underlying Asset. Typically the counterparty will pay any positive performance of, plus any cash flows associated with, the relevant Underlying Asset to the Fund and the Fund will make payments to the counterparty to account for any negative performance. The total return receiver must in turn pay the total return payer any reduction in the value of the reference obligation and possibly certain other cash flows. When a TRS transaction matures, the Investment Manager and/or Sub-Investment Manager will typically enter into a new TRS transaction to seek to maintain the same (or similar) exposure to the relevant Underlying Asset.

Financial derivative instruments, including TRS and repurchase transactions, are described in the "Investment Techniques - Financial Derivative Instruments" section of the Prospectus.

### SFTR Transactions

The Fund's exposure to repurchase and reverse repurchase agreements and total return swaps is as set out below (as a percentage of NAV).

	Expected	Maximum
<b>Repurchase and Reverse Repurchase Agreements</b>	120-410%	900%
<b>Total Return Swaps</b>	410%	900%

## SSGA LDI Leveraged Index Linked Gilt 2032 Fund

The expected proportions are not limits and the actual percentages may vary over time depending on factors including, but not limited to, market conditions.

### Leverage Policy

The Fund's maximum gross leverage ratio, as calculated using the gross methodology, and the Fund's maximum net leverage ratio, as calculated using the commitment approach, is as set out below. The relevant ratio for the Fund is dependent on the time remaining to the Maturity Date as follows:

Time to Maturity Date in number of years	0-10	10-20
Maximum gross leverage ratio	15:1	10:1
Maximum net leverage ratio	15:1	10:1

### Investment Risks

Investment in the Fund carries with it a degree of risk. Investors should read the "Risk Information" section of the Prospectus and in particular, "Capital Calls and Leverage Policy" as well as "Mandatory Redemptions" sections. In addition, the following risks are particularly relevant for the Fund:

**Capital Call Risk:** There may be no limit on the number of Capital Calls a Unitholder may be asked to make. The individual situations of Unitholders will not and cannot be taken into account in determine whether or not to issue a Capital Call.

**Concentration Risk:** When the Fund focuses its investments in a particular market, the financial, economic, business, and other developments affecting issuers in that market will have a greater effect on the Fund than if it was more diversified. This concentration may also limit the liquidity of the Fund. Investors may buy or sell substantial amounts of the Fund's Units in response to factors affecting or expected to affect a market in which the Fund focuses its investments.

**Counterparty Risk:** The Fund will be subject to credit risk with respect to counterparties with which the Fund enters into repurchase or swap transactions. If a counterparty fails to meet, or timely meet, its contractual obligations, the Fund may be unable to terminate or realise any gains on the transaction, or to recover collateral posted to a counterparty, resulting in a loss to the Fund.

**Debt Securities - Credit Risk:** A debt security's value may be adversely affected by its issuer's ability or perceived ability, to make timely payments. An issuer's ability to meet its obligations in relation to securities held by the Fund may decline substantially. The rating assigned to any particular investment does not necessarily reflect the issuer's current financial condition and does not reflect an assessment of an investment's volatility or liquidity. Investment grade securities may still be subject to credit difficulties leading to the loss of some or all of the sums invested. If a security held by a Fund loses its rating or its rating is downgraded, the Fund may nonetheless continue to hold the security in the discretion of the Investment Manager and/or Sub-Investment Manager.

**Derivatives Risk:** The Fund's use of derivative instruments involves risk different from, and possibly greater than, the risks associated with investing directly in the Underlying Asset. Derivatives transactions typically involve leverage and may have significant volatility. It is possible that the derivative transaction will have a different or less favourable effect than the Investment Manager and/or Sub-Investment Manager anticipated and that a derivative transaction will result in a loss greater than the principal amount invested.

**Duration / Interest Rate Risk:** The values of bonds and other debt instruments usually rise and fall in response to changes in interest rates. Rising interest rates generally result in declines in the values of existing debt, while falling interest rates generally result in bond values increasing. Investments with longer maturities and higher durations are more sensitive to interest rate changes, therefore a change in interest rates could have a substantial and immediate negative effect on the values of the Fund's investments.

**Inflation-Linked Securities Risk:** The value of an inflation-linked security or derivative typically increases with inflation and decreases with deflation, as measured by a specific index. It is possible that, in a period of declining inflation rates, the Fund could receive at maturity less than the initial principle amount or valuation of an inflation-indexed security or derivative.

**Leveraging Risk:** When a Fund engages in transactions that have a leveraging effect on the Fund's investment portfolio, the value of the Fund will be potentially more volatile and all other risks will tend to be compounded including that a decrease in the value of the Underlying Asset may result in a greater decrease in the value of the Fund.

**Liquidity Risk:** Lack of a ready market or restrictions on resale may limit the ability of the Fund to sell a security at an advantageous time or price or at all. Illiquid securities may trade at a discount from comparable, more liquid investments and may be subject to wide fluctuations in market value. Illiquidity of the Fund's holdings may limit the

## SSGA LDI Leveraged Index Linked Gilt 2032 Fund

ability of the Fund to obtain cash to meet redemptions on a timely basis.

**Not Integrating Sustainability Risk:** Sustainability Risk has not been integrated into the Fund's investment process. Any deterioration in the financial profile of an underlying investment affected by a Sustainability Risk may have a corresponding negative impact on the Net Asset Value and/or performance of the investing Fund. Where a Sustainability Risk event occurs, this Fund may be more impacted than an equivalent Fund that integrates Sustainability Risk.

**Sovereign Risk:** The Fund may invest in securities issued by governments or by agencies, instrumentalities and sponsored enterprises of governments. The value of these securities may be affected by the creditworthiness of the relevant government, including any default or potential default by the relevant government. In addition, issuer payment obligations relating to securities issued by government agencies, instrumentalities and sponsored enterprises of governments may have limited or no support of the relevant government.

### Investor Profile

The typical investors of the Fund are expected to be institutional pension fund and insurance investors with a medium or long term horizon who want to gain leveraged exposure to the performance of the Underlying Asset and are prepared to accept the risks associated with an investment of this type and the expected medium to high volatility of the Fund.

### Unit Classes

As of the date of this Supplement, the Fund offers the following Unit Classes of the Fund:

- **Class B Units** - reserved for institutional investors who have entered into an investment management agreement or other arrangements with the Investment Manager and/or Sub-Investment Manager or any of its affiliates, in each case in a format satisfactory to the Directors (a "**Qualifying Agreement**"), or as the Directors may otherwise, in their sole discretion, determine.

### Subscriptions, Redemptions and Switches

Investors may subscribe for, redeem or switch Units in the Fund on each Dealing Day at the Dealing Price with an appropriate provision for applicable Anti-Dilution Levy, and in accordance with the provisions in the "**Subscription**", "**Redemption**" and "**Switching**" sections of the Prospectus.

For subscriptions, consideration, in the form of cash or cleared in kind securities, must be received by the Settlement Deadline.

