



TSX

CALL

# EVOLVE US BANKS ENHANCED YIELD FUND

## Large Cap U.S. Banks with a Covered Call Strategy

TICKERS: CALL (Hedged)

CALL.B (Unhedged)

EXCHANGE: Toronto Stock Exchange (TSX)

LISTING DATE: October 16, 2017

CURRENCY: CAD

MANAGEMENT FEE<sup>1</sup>: 0.45%

INDEX: Solactive Equal Weight US Bank Index CAD Hedged (CALL)

Solactive Equal Weight US Bank Index (CALL.B)

DISTRIBUTION FREQUENCY: Monthly

CALL seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of the Solactive Equal Weight US Bank Index Canadian Dollar Hedged, while enhancing yield and mitigating downside risk by writing covered call options on up to 33% of the portfolio securities. The level of covered call option writing may vary based on market volatility and other factors.

### REASONS TO BUY:

#### 1. THE CASE FOR US BANKS

##### Regulatory changes

+ Tax reform

+ Return on capital

= Strong fundamentals

#### 2. EXPOSURE TO US BANKS SECTOR

- Typically stable, well capitalized and regulated
- Portfolio of top 19 US banks
- Large capitalization banks

#### 3. COVERED CALL STRATEGY

- Actively managed
- Enhanced yield
- Helps mitigate risk

<sup>1</sup>Plus applicable sales taxes.

## PORTFOLIO METRICS:

Average Market Cap: \$96 billion

Number of Holdings: 19

Distribution Yield<sup>1</sup>: 7.00%

Average Portfolio Dividend Yield: 2.73%

Average Price to Earnings: 11.1

5 Year Average Return on Equity: 13.1%

<sup>1</sup>Gross of MER. As at July 31, 2019

## PERFORMANCE (%)

TOTAL RETURNS*	1 MTH	3 MTH	6 MTH	YTD	1 YR	SI**
CALL (HEDGED)	3.37	0.38	6.22	19.70	-6.44	5.56
CALL.B (UNHEDGED)	4.23	-0.81	7.26	16.46	-4.25	12.61

Source: Bloomberg, as at July 31, 2019. \*\* Performance since inception on October 16, 2017.



## TOP HOLDINGS:



As at July 31, 2019.

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The Growth of \$10,000 chart above is based on the historical daily net asset value per unit (NAV) of the ETF, and represents the value of an initial investment into the ETF of \$10,000 since its inception, on a total return basis. Distributions, if any, are treated as reinvested, and it does not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder. The NAV values do contemplate management fees and other fund expenses where paid by the fund. The chart is not a performance chart and is not indicative of future value which will vary.

\* For the period ending July 31, 2019. The indicated rates of return are the historical annual compounded total returns including changes in per unit value and reinvestment of all dividends or distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. The rates of return shown in the table are not intended to reflect future values of the ETF or returns on investment in the ETF. ETFs are not guaranteed, their values change frequently and past performance may not be repeated.

Commissions, management fees and expenses all may be associated with exchange traded mutual funds (ETFs). Please read the prospectus before investing. ETFs are not guaranteed, their values change frequently and past performance may not be repeated. There are risks involved with investing in ETFs. Please read the prospectus for a complete description of risks relevant to the ETF. Investors may incur customary brokerage commissions in buying or selling ETF units.

Investors should monitor their holdings, as frequently as daily, to ensure that they remain consistent with their investment strategies.