

TSX

PREF

## HIGH CREDIT QUALITY PORTFOLIO OF CANADIAN PREFERRED SHARES

Preferred shares are hybrid securities with both equity and fixed income characteristics.

### KEY FUND FACTS

<b>NAV PER UNIT:</b> \$25.76
<b>INCEPTION DATE:</b> September 24, 2019
<b>ETF TSX TICKER(S):</b> PREF
<b>CURRENT YIELD<sup>1</sup>:</b> 4.87%
<b>ASSET CLASS:</b> Canadian Preferred Shares
<b>STYLE:</b> Index-Based
<b>CUSIP:</b> 30053D104
<b>EXCHANGE:</b> Toronto Stock Exchange (TSX)
<b>CURRENCY:</b> CAD
<b>MANAGEMENT FEE<sup>2</sup>:</b> 0.45%
<b>DISTRIBUTION FREQUENCY:</b> Monthly
<b>REGISTERED ACCOUNT ELIGIBILITY:</b> Yes
<b>KEY INDEX FACTS</b>
<b>INDEX:</b> Solactive Dividend Stability Canada Preferred Share Index
<b>INDEX PROVIDER:</b> Solactive AG
<b>INDEX TICKER:</b> SOLPREFP
<b>WEIGHTING:</b> Market Cap
<b>REBALANCING SCHEDULE:</b> Annually
<b>INDEX HOLDINGS:</b> 38

### INVESTMENT OBJECTIVE

PREF seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive Dividend Stability Canada Preferred Share Index, or any successor thereto. PREF invests primarily in preferred equity securities of companies listed in Canada.

### TOP 10 ISSUES

TOP 10 ISSUES	WEIGHT
1. TC ENERGY CORP (TRP/PK CN PFD)	10%
2. ENBRIDGE INC (ENB/FI CN PFD)	7%
3. SUN LIFE FINANCIAL INC (SLF/PA CN PFD)	4%
4. MANULIFE FINANCIAL CORP (MFC/PB CN PFD)	3%
5. EMERA INC (EMA/PH CN PFD)	3%
6. SUN LIFE FINANCIAL INC (SLF/PB CN PFD)	3%
7. BROOKEFIELD ASSET MANAGEMENT INC (BAM/FI CN PFD)	3%
8. BROOKEFIELD ASSET MANAGEMENT INC (BAM/FI CN PFD)	3%
9. GREAT-WEST LIFECO INC (GWO/PG CN PFD)	3%
10. WESTCOAST ENERGY INC (W/PM CN PFD)	3%

### GEOGRAPHIC ALLOCATION

GEOGRAPHIC ALLOCATION	WEIGHT
CANADA	100%

### SECTOR ALLOCATION

SECTOR ALLOCATION	WEIGHT
FINANCIAL	54%
ENERGY	22%
UTILITIES	16%
CONSUMER, NON-CYCLICAL	8%



### Who Should Consider This ETF?

Investors:

- Seeking exposure to preferred shares
- That are willing to take the risks associated with preferred shares
- Seeking yield from preferred shares

Percentages may not add up to 100% due to rounding.

<sup>1</sup> Current yield fluctuates daily with market conditions. The current yield is the gross MER. Source: Bloomberg, Morningstar, as of August 31, 2021.

<sup>2</sup> Plus applicable sales taxes.

## PERFORMANCE (%)

TOTAL RETURNS <sup>3</sup>	YTD	1 YR	SI <sup>4</sup>
PREF	6.30	9.67	6.33

Source: Bloomberg, as at August 31, 2021.

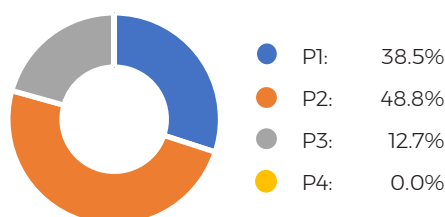
## SUMMARY

NUMBER OF SECURITIES	38
AVERAGE PRICE <sup>3</sup>	\$26.04
CURRENT YIELD <sup>1</sup>	4.87%

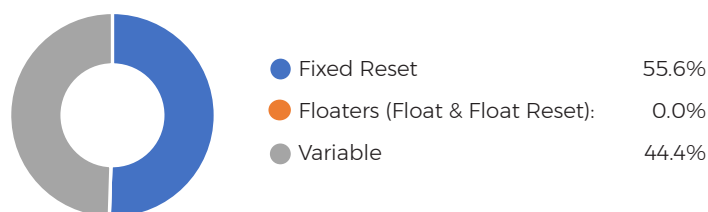
<sup>1</sup> Estimate only. Current yield changes daily based on market conditions. Current yield is gross MER. Source: Bloomberg, Morningstar, as at August 31, 2021.

<sup>3</sup> Source: CIBC Mellon, as at August 31, 2021.

## QUALITY ALLOCATION (S&P)



## TERM STRUCTURE/TYPE



## INDEX METHODOLOGY

The Solactive Dividend Stability Canada Preferred Share Index measures the performance of 50 preferred equity securities of companies listed on the TSX, based on market capitalization. The initial composition of the Index as well as any ongoing adjustments upon rebalancing are based on certain criteria, including:

Constituent Securities will be comprised of preferred shares traded in Canadian dollars and listed on the TSX, excluding split share corporations.

Constituent Securities will have a credit rating of at least P3L or higher (S&P Global Ratings Canada or DBRS group of companies).

Constituent Issuers must have a minimum size of \$100 million par value, and a minimum average daily trading volume of at least \$100,000 over the prior 12-month period.

<sup>3</sup>For the period ending August 31, 2021. The indicated rates of return are the historical annual compound total returns net of fees (except for figures of one year or less, which are simple 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.

<sup>4</sup>Performance since inception of PREF on September 24, 2019, as at August 31, 2021.

## DISCLAIMER

Commissions, trailing commissions, management fees and expenses all may be associated with exchange traded funds (ETFs) and mutual funds. Please read the prospectus before investing. There are risks involved with investing in ETFs and mutual funds. Please read the prospectus for a complete description of risks relevant to the ETF and mutual fund. Investors may incur customary brokerage commissions in buying or selling ETF and mutual fund units. Investors should monitor their holdings, as frequently as daily, to ensure that they remain consistent with their investment strategies.

## Evolve ETFs

Scotia Plaza, 40 King Street West, Suite 3404, Toronto ON M5H3Y2  
416.214.4884 | 1.844.370.4884 | www.evolveetfs.com

