

### FUND PROFILE

AS AT JUNE 30, 2019

TSX Symbol	BPRF
CUSIP	11221N109
Inception Date	Oct. 15, 2018

NAV	\$25.74
Monthly Distribution	\$0.10417
Distribution Rate <sup>1</sup>	4.9%
Total Assets	\$16 million

Management Fee	0.75% p.a.
Currency	Hedged to CAD
Management Style	Actively Managed

Manager	Brompton Funds Limited
Sub-Advisor	Flaherty & Crumrine Inc.
Auditor	PWC
Custodian	CIBC Mellon

Registered Account Eligibility? Yes

Risk Rating Low to Medium

### THIS ETF IS FOR INVESTORS WHO ARE:

- Seeking monthly cash distributions
- Seeking stable net asset value.
- Seeking primarily investment-grade income sources

ESG SCORE<sup>2</sup>

**B**

Portfolio Statistics <sup>3</sup>	June 30, 2019
Current Yield	5.7%
YTW	4.9%
Duration (years)	4.4
Average Rating	BBB-

### Overview

This actively managed ETF seeks to provide: (i) stable monthly cash distributions; and (ii) a stable net asset value. The ETF actively invests in a portfolio consisting primarily of U.S. dollar denominated corporate preferred securities, trust preferred securities and other corporate debt with foreign currency substantially hedged to the Canadian dollar. At least 75% of the ETF's portfolio (at the time of investment) consists of securities that are rated investment grade.

The Sub-Advisor, Flaherty & Crumrine, is the longest tenured U.S. investment firm focusing exclusively on managing portfolios of preferred securities for institutional investors. The Sub-Advisor will select a portfolio of preferred investments for the ETF, giving consideration to the opportunity for income, issuer and security diversification, credit quality and duration/interest rate sensitivity.

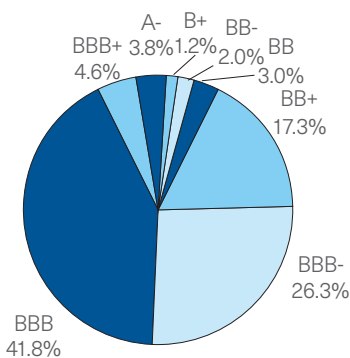
### Investment Highlights: Preferred Securities

U.S. preferred securities offer:

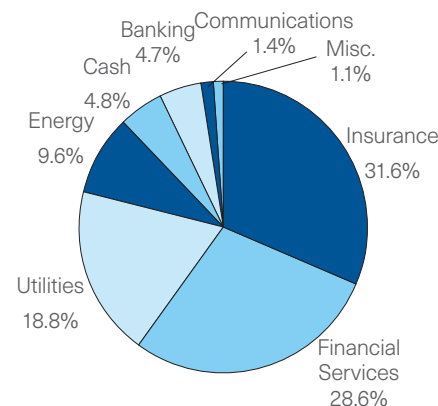
- Primarily investment-grade securities, with higher yield than many other fixed income categories
- Historical outperformance compared to the S&P/TSX Preferred Share Index with lower volatility
- Low correlation of returns; effective tool to diversify portfolio returns and risk

### Portfolio: June 30, 2019

#### Rating Distribution<sup>2</sup>



#### Industry Weighting



### Portfolio: June 30, 2019

#### Top 10 Holdings

Top 10 Holdings	% of Portfolio
Cash and short-term investments	4.8%
Bank of America Corp., floating rate due December 31, 2049	4.5%
JPMorgan Chase & Co, 5.00% due December 31, 2049	4.5%
Southern Company, 5.50% due March 15, 2047	3.3%
Axis Capital Holdings, 5.50% due December 31, 2049	3.1%
Regions Financial Corporation, 5.70% due December 31, 2049	3.0%
Arch Capital Group Ltd, 5.45% due December 31, 2049	2.9%
Algonquin Power & Utilities Corp., 6.20% due July 01, 2079	2.9%
Athene Holding Ltd., 6.35% due December 31, 2049	2.6%
Goldman Sachs Group, 5.50% due December 31, 2049	2.5%
<b>Total</b>	<b>34.1%</b>

## Sub-Advisor and Manager

### Sub-Advisor

Flaherty & Crumrine Incorporated was established in 1983, and specializing in US-dollar-denominated preferred securities and corporate debt instruments. The firm uses 30 years of proprietary data on over 1500 preferred securities to carry out intensive credit analysis, thorough vetting of securities' terms and structures, and active portfolio management, with the goal of exploiting pricing inefficiencies in the fixed income markets to provide attractive rates of return on its funds. As of June 30, 2019 AUM was approximately U.S. \$4.3 billion, primarily in preferred securities .

### Manager

Brompton Funds, a division of Brompton Group which was founded in 2000, is an experienced investment fund manager with over \$2.0 billion in assets under management, including Flaherty & Crumrine Investment Grade Preferred Income Fund<sup>4</sup>. Brompton's investment solutions include TSX listed closed-end funds and exchange-traded funds.

<sup>(1)</sup> Distribution rate based on June 30, 2019 closing market price. Source: Thomson Reuters.

<sup>(2)</sup> Source: Thomson Reuters as at June 30, 2019. Reflects the weighted average ESG Score of the companies held in the portfolio. The ESG Score is an overall score of a company based on the reported information in the environmental, social and corporate governance pillars. Letter grades range from D- for the lowest ESG scores to A+ for the highest scores. See [https://www.refinitiv.com/content/dam/marketing/en\\_us/documents/methodology/esg-scores-methodology.pdf](https://www.refinitiv.com/content/dam/marketing/en_us/documents/methodology/esg-scores-methodology.pdf) for more information.

<sup>(3)</sup> Excludes cash.

<sup>(4)</sup> Please visit [www.bromptongroup.com](http://www.bromptongroup.com) for further information.

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*Commissions, trailing commissions, management fees and expenses all may be associated with exchange-traded fund investments. Please read the prospectus before investing. Exchange traded funds are not guaranteed, their values change frequently and past performance may not be repeated.*

*Certain statements contained in this document constitute forward-looking information within the meaning of Canadian securities laws. Forward-looking information may relate to matters disclosed in this document and to other matters identified in public filings relating to the ETF, to the future outlook of the ETF and anticipated events or results and may include statements regarding the future financial performance of the ETF. In some cases, forward-looking information can be identified by terms such as "may", "will", "should", "expect", "plan", "anticipate", "believe", "intend", "estimate", "predict", "potential", "continue" or other similar expressions concerning matters that are not historical facts. Actual results may vary from such forward-looking information. Investors should not place undue reliance on forward-looking statements. These forward-looking statements are made as of the date hereof and we assume no obligation to update or*