



## Investment Highlights

- Strategy designed to invest in quality international companies with the highest Free Cash Flow yields
- High Free Cash Flow is a leading indicator of a company's financial strength and its ability to increase shareholder value
- Low management fee of 0.55%

## Overview

Brompton International Cash Flow Kings ETF (KNGX) is designed to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Brompton Index One International Cash Flow Kings Index (the "Index"). The Index tracks the performance of mid- to large-capitalization international developed markets equities outside of North America whose issuers exhibit high free cash flow relative to their enterprise value. The Index uses a rules-based methodology to gain exposure to shares of 50 companies listed on international developed markets with the highest Free Cash Flow Yields.

## Why Free Cash Flow Yield?

High Free Cash Flow is an indicator of a company's financial strength and its ability to increase shareholder value. Companies with High Free Cash Flow Yields are valued attractively relative to their cash generating abilities.

### Increasing Shareholder Value with Free Cash Flow Yield

- Free Cash Flow is the cash remaining after a company has paid expenses, interest, taxes and long-term investments
- Companies with High Free Cash Flow generate excess cash that can be used to:
  - Reinvest in the business for growth opportunities
  - Improve balance sheet strength by reducing net debt
  - Return capital to shareholders through share buybacks, dividends and dividend increases

### Identifying Attractively Valued Companies<sup>1</sup>

- Free Cash Flow Yield is a useful valuation metric as it measures the actual amount of cash a company generates relative to the value of the company.

Index Metrics <sup>2</sup>	Brompton Index One International Cash Flow Kings Index	MSCI EAFE Index
Free Cash Flow Yield (%)	15.8%	3.9%
Market Cap (\$B)	\$21.9	\$23.7
Price/Earnings	8.5x	16.8x
Price/Book Value	1.4x	1.9x

$$\text{Free Cash Flow Yield} = \frac{\text{Free Cash Flow}}{\text{Enterprise Value (Market Cap + Debt - Cash)}}$$

## For Investors Who



Are looking for equity growth



Want exposure to equities in international developed markets outside of North America with strong free cash flow generating abilities

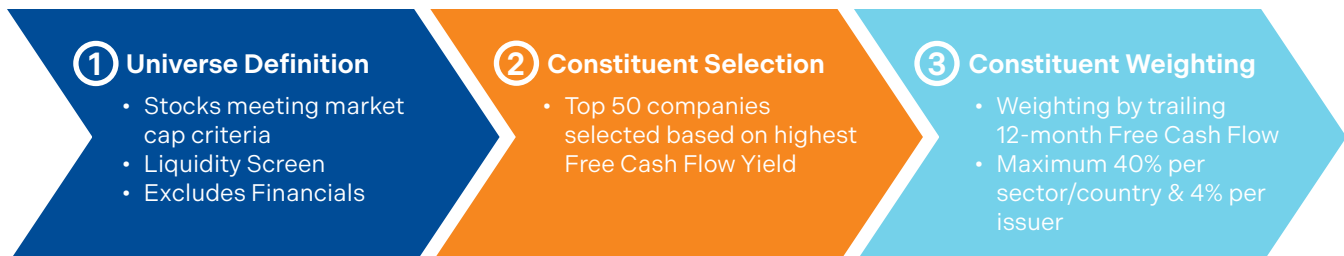


Are willing to accept fluctuations in the value of their investment



## Brompton International Cash Flow Kings Strategy

An objective rules-based methodology to select quality high Free Cash Flow yielding mid- to large-cap companies in developed markets outside of North America, excluding Financials. Financials companies are excluded because the nature of their businesses makes it difficult to define both debt and reinvestment (net capital expenditures and working capital), which are components of the free cash flow yield calculation.

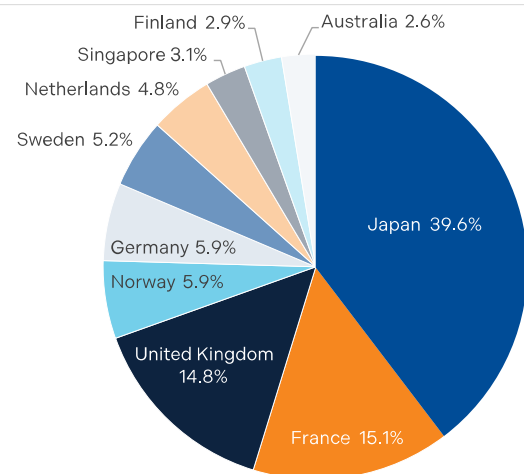


## International Cash Flow Index Composition

Top 10 Index Constituents<sup>2</sup>

Company	Weight	Sector	Free Cash Flow Yield
Shell Plc	4.0%	Energy	11.7%
Total Energies SE	4.0%	Energy	10.9%
British American Tobacco Plc	4.0%	Consumer Staples	10.5%
Vodafone Group Plc	4.0%	Communication Services	13.5%
KDDI Corp.	4.0%	Communication Services	11.7%
Equinor ASA	4.0%	Energy	14.2%
Rakuten Group Inc	4.0%	Consumer Discretionary	5.1%
Kansai Electric Power	4.0%	Utilities	51.0%
Koninklijke Ahold Delhaize	4.0%	Consumer Staples	2.1%
ENEOS Holdings	4.0%	Energy	15.3%

Index Geographic Allocation<sup>2</sup>



<sup>1</sup>Source: Index One, Morningstar Direct, LSEG Eikon, Bloomberg, as of August 16, 2024. The Market Capitalization (\$B) is calculated using simple average. Free Cash Flow Yield (%), Price/Earnings, and Price/Book values are calculated using Index Weighted Average.

<sup>2</sup>Source: Index One, Bloomberg, LSEG Eikon, as of August 16, 2024.

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