Horizons Industry 4.0 Index ETF (FOUR)

ETF Snapshot

Name:

Horizons Industry 4.0 Index ETF

Launch Date:

November 6, 2018

Ticker:

FOUR

Management Fee:*

0.45%

Investment Manager:

Horizons ETFs Management (Canada) Inc.

Underlying Index:

Solactive Industry 4.0 Index

Bloomberg Index Ticker:

SOLIND4G

Distribution Frequency:

Annually, if any

Currency Hedged:

Yes

Rebalanced:

Quarterly

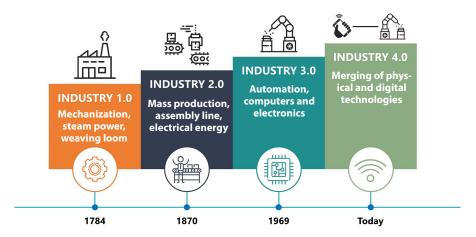
Eligibility:

All registered and non-registered investment accounts

*Plus applicable sales tax. Annual management fee reduced from 0.65% to 0.45%, effective November 1, 2019.

Industry 4.0

Technology is very impactful in driving forward economic and social change. Humans are now living in the fourth phase of industrialization, known as "Industry 4.0", which involves the merging of the physical and digital worlds. Now that microchips and processing power are sufficiently cost-effective to use in almost all industries, this technology can be used to create more intelligent machines and work processes.



Gain Exposure to World-leading Companies Involved in the Development and Creation of Industry 4.0

The Horizons Industry 4.0 Index ETF ("FOUR") seeks to replicate, to the extent possible, the performance of the Solactive Industry 4.0 Index (the "Index"), net of expenses. The Index is designed to provide exposure to the performance of equity securities of companies that are involved in the transformation of manufacturing and the industrial market through the development or implementation of new technologies and innovations. FOUR hedges the U.S. dollar exposure of the underlying assets back into Canadian dollars to the best of its ability.

FOUR is a passively managed portfolio of global stocks that provide exposure to the world's leading companies involved in the development and creation of Industry 4.0.

Key Features:

- Gain diversified exposure to Industry 4.0 potentially the biggest driver of economic growth over the next two decades
- Get exposure to 10 leading companies (in terms of market capitalization) in each industry of Advanced Robotics, Internet of Things ("IoT"), Cloud & Big Data, Cyber Security, as well as Augmented Reality & 3D Printing
- Stocks are held in equal weight when rebalanced quarterly, which creates a buy-low/sell-high discipline



Horizons Industry 4.0 Index ETF (FOUR)

The Solactive Industry 4.0 Index:

The Index uses a flexible methodology to find and invest in companies integral to various industry classifications of Industry 4.0. Currently, the Index is sub-divided into five categories: 1. Advanced Robotics, 2. IoT, 3. Cloud & Big Data, 4. Cyber Security and 5. Augmented Reality & 3D Printing.

To be included in the Index, companies must meet the following requirements:

- Must be listed on a regulated stock exchange in Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom and/or the United States
- A minimum security level market capitalization of at least USD \$200 million
- A minimum average daily value traded of at least USD \$2 million over one month and over six months prior to and including the selection day

Each of the five Index categories and their individual components are weighted equally.

Index Categories - The Technologies of Industry 4.0:

- Advanced Robotics: Two key areas include:
 - Robotics and Automation: Companies involved in the design, creation and application of mechanical devices that can perform tasks and interact with their environments without human interaction.
 - Artificial Intelligence (A.I.): Companies that are involved in developing applications, technologies and products that utilize A.I. for data analysis, predictive analytics, task automation and other applications.
- **IoT:** The 'Internet of Things' describes a growing network of connected devices and objects that use network-enabled sensors, chips and processors allowing them to interact with other devices on a network
- **Cloud & Big Data:** Builds the foundation of Industry 4.0 and allows real-time communications for production systems as well as real-time decision-making support and optimization
- **Cyber Security:** Providing online and digital solutions to protect proprietary data and client information which will be absolutely vital to the success of Industry 4.0 initiatives
- Augmented Reality & 3D Printing: With 3D Printing, the fabrication of components becomes much more flexible, cost-effective, and available on-demand. Augmented Reality can speed-up the production chain and reduce maintenance costs

To learn more, please visit www.HorizonsETFs.com/FOUR



Commissions, management fees and expenses all may be associated with an investment in the Horizons Industry 4.0 Index ETF (the "ETF") managed by Horizons ETFs Management (Canada) Inc. The ETF is not guaranteed, its values change frequently and past performance may not be repeated. The prospectus contains important detailed information about the ETF. **Please read the prospectus before investing**.

The financial instrument is not sponsored, promoted, sold or supported in any other manner by Solactive AG nor does Solactive AG offer any express or implicit guarantee or assurance either with regard to the results of using the Index and/or Index trade name or the Index Price at any time or in any other respect. The Index is calculated and published by Solactive AG. Solactive AG uses its best efforts to ensure that the Index is calculated correctly. Irrespective of its obligations towards the Issuer, Solactive AG has no obligation to point out errors in the Index to third parties including but not limited to investors and/or financial intermediaries of the financial instrument. Neither publication of the Index by Solactive AG nor the licensing of the Index or Index trade name for the purpose of use in connection with the financial instrument constitutes a recommendation by Solactive AG to invest capital in said financial instrument nor does it in any way represent an assurance or opinion of Solactive AG with regard to any investment in this financial instrument.

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