

Horizons Active Global Fixed Income ETF (HAF)

ETF Snapshot

Name:

Horizons Active Global Fixed Income ETF

Inception Date:

July 20, 2009

Ticker:

HAF

Management Fee:¹

0.45%

Investment Manager:

Horizons ETFs Management (Canada) Inc.

Sub-Advisor:

Fiera Capital Corporation

Distribution Frequency:

Monthly (if any)

Eligibility:

All registered and non-registered investment accounts

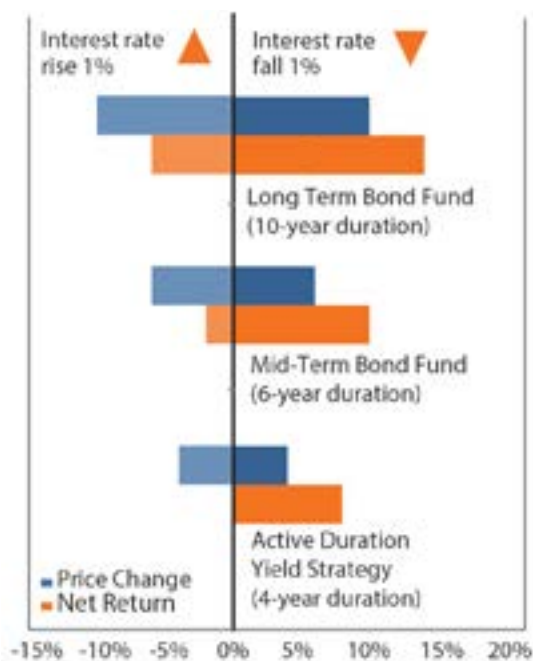
An Active Bond ETF Designed for Interest Rate Protection

The Horizons Active Global Fixed Income ETF ("HAF") is an actively managed bond ETF which seeks to provide attractive tax-efficient monthly distributions by taking advantage of global bond opportunities. This strategy includes managing the duration and yield of its exposure to fixed income and fixed income-like securities, according to the prevailing interest rate and yield environment.

Key Features:

- Diversified exposure to global fixed-income securities
- Potential protection against rising and declining interest rates
- Sub-advisor Fiera Capital Corporation ("Fiera Capital") aims to manage duration with yield, which can offer some downside protection against interest rate moves of one percent or less and may limit the upside potential

Impact of 1% Change in Rates



FOR ILLUSTRATIVE PURPOSES ONLY.

HAF actively manages the yield and duration of the portfolio to be similar, thereby offering potential protection from rising interest rates.

The duration of a bond portfolio is also a measure of its sensitivity to interest rate movements. The chart (left) illustrates how different types of bond portfolios with the same yield of four percent, but different durations would be impacted by a one percent move in interest rates.

The active duration yield strategy that HAF employs means a rise in interest rates of up to one percent is expected to be mitigated by the impact of the lower duration, so that any decline in portfolio value would be expected to be limited to less than or equal to the yield. Conversely, a decline in interest rates would limit the upside return potential compared to longer-duration portfolios.

¹Plus applicable sales tax.



HORIZONS ETFs
by Mirae Asset

Innovation is our capital. Make it yours.

HorizonsETFs.com

Horizons Active Global Fixed Income ETF (HAF)

Finding Potential Yield Opportunities

Fiera Capital can tactically adjust the asset allocation of the portfolio, which invests primarily in fixed-income ETFs, to target the best risk-adjusted returns for current market conditions. While interest rates have a global impact on bond prices, different geographic sectors and different income classes will be impacted differently in varying market conditions.

Fiera Capital conducts rigorous valuation assessments based on its macro-economic outlook, as well as interest rate forecasts, to select and dynamically rebalance HAF's credit, sector and geographic exposures. The aim is for HAF's duration to be equal to or less than the yield it can produce for unitholders.

Fiera Capital Corporation

Fiera Capital Corporation ("Fiera Capital") is one of the largest fixed-income managers in Canada. Publically traded with offices across the U.S. and Canada, Fiera Capital has become a leader in the realm of non-traditional investment solutions. It has vast experience and expertise in Canadian fixed income, North American preferred shares, Canadian and foreign equities, asset allocation and alternative strategies.

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



HORIZONS ETFs
by Mirae Asset

Commissions, management fees and expenses all may be associated with an investment in the Horizons Active Global Fixed Income ETF ("HAF" or the "ETF") managed by Horizons ETFs Management (Canada) Inc. The ETF is not guaranteed, its value changes frequently and past performance may not be repeated. Certain Horizons Exchange Traded Products may have exposure to leveraged investment techniques that magnify gains and losses and which may result in greater volatility in value and could be subject to aggressive investment risk and price volatility risk. Such risks are described in the prospectus. The prospectus contains important detailed information about the Horizons Exchange Traded Products. **Please read the relevant prospectus before investing.**

Certain statements may constitute a forward-looking statement, including those identified by the expression "expect" and similar expressions (including grammatical variations thereof). The forward-looking statements are not historical facts but reflect the author's current expectations regarding future results or events. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. These and other factors should be considered carefully and readers should not place undue reliance on such forward-looking statements. These forward-looking statements are made as of the date hereof and the authors do not undertake to update any forward-looking statement that is contained herein, whether as a result of new information, future events or otherwise, unless required by applicable law.

This communication is intended for informational purposes only and does not constitute an offer to sell or the solicitation of an offer to purchase exchange traded products (the "Horizons Exchange Traded Products") managed by Horizons ETFs Management (Canada) Inc. and is not, and should not be construed as, investment, tax, legal or accounting advice, and should not be relied upon in that regard. Individuals should seek the advice of professionals, as appropriate, regarding any particular investment. Investors should consult their professional advisors prior to implementing any changes to their investment strategies. These investments may not be suitable to the circumstances of an investor.