

# HBKD



**HORIZONS** ETFs  
by Mirae Asset

## BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF

### ETF Snapshot

#### Leveraged Short Exposure to the Canadian Banking Sector

The BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF ("HBKD" or the "ETF") is designed to provide investors the opportunity to potentially benefit from market declines in the value of Canada's "Big Six" banks: National Bank of Canada, Royal Bank of Canada, Bank of Montreal, Toronto Dominion Bank, Bank of Nova Scotia, and Canadian Imperial Bank of Commerce.

HBKD seeks daily investment results, before fees, expenses, distributions, brokerage commissions, and other transaction costs, that endeavour to correspond to two times (200%) the inverse (opposite) of the daily performance of the Solactive Equal Weight Canada Banks Index (the "Underlying Index"). HBKD does not seek to achieve its stated investment objective over a period of time greater than one day.

#### **Name:**

BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF

#### **Launch Date:**

September 13, 2022

#### **Ticker:**

HBKD

#### **Management Fee:**

1.15% (Plus applicable sales taxes.)

#### **Investment Manager:**

Horizons ETFs Management (Canada) Inc.

#### **Underlying Index:**

Solactive Equal Weight Canada Banks Index

#### **Bloomberg Index Ticker:**

SOLCBEW

#### **Underlying Index Rebalanced:**

Semi-annually

#### **Eligibility:**

All registered and non-registered investment accounts

# BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF

## Key Features

### Important Risk Considerations

HBKD uses leverage and is riskier than funds that do not.

HBKD is very different from most exchange-traded funds, and is permitted to use strategies generally prohibited by conventional mutual funds. While such strategies will only be used in accordance with the investment objective and strategy of the ETF, during certain market conditions, they may accelerate the risk that an investment in the shares of the ETF decreases in value.

HBKD, before fees and expenses, does not and should not be expected to return two-times the inverse (i.e., -200%) of the return of its Underlying Index over any period of time greater than one day.

The returns of HBKD over periods longer than one day will not be expected, under most market conditions, to be two-times the opposite direction from the performance of its Underlying Index for the same period. Furthermore, the deviation of returns of HBKD from the two-times inverse performance of its Underlying Index can be expected to become more pronounced as the volatility of HBKD's Underlying Index, and/or the period of time, increases.

Investors should read the prospectus to understand the risks, and monitor their investments in the ETF at least daily.

### Key Features:

- **The Only -2x Leveraged Canadian Banks ETF.** HBKD provides investors with -2x the exposure to Canada's "Big Six" banks as measured by the Underlying Index
- **No Margin.** Investors do not need a margin account to use HBKD to take an inverse position on Canadian banks
- **ETF Liquidity.** HBKD can be bought and sold on the Toronto Stock Exchange throughout the normal trading day, using a brokerage account
- **Diversification.** Achieve inverse exposure to the Canadian banking sector as represented by the Underlying Index, which provides more diversified exposure than taking a short position on a single Canadian bank stock
- **Used as a Hedge.** HBKD could also be used by investors with a long position in the Canadian banking sector to hedge out daily or short-term market risk on their holdings



# BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF

## Underlying Index

### Solactive Equal Weight Canada Banks Index

The Underlying Index tracks the performance of a basket of TSX-listed common shares of Canada's big six banks:

#### Constituents of the Solactive Equal Weight Canada Banks Index<sup>1</sup>

Security Name	Ticker
National Bank of Canada	NA
Royal Bank of Canada	RY
Bank of Montreal	BMO
Toronto Dominion Bank	TD
Bank of Nova Scotia	BNS
Canadian Imperial Bank of Commerce	CM

The Constituent Issuers are equally weighted at each rebalancing and the Underlying Index is rebalanced semi-annually in March and September. HBKD will typically use the price of the Underlying Index as determined at approximately 4:00 p.m. (EST) as the reference for its respective daily investment objectives.

<sup>1</sup> As at August 31, 2022.

To learn more, please visit [www.HorizonsETFs.com/ETF/HBKD](http://www.HorizonsETFs.com/ETF/HBKD)



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The Horizons Exchange Traded Products include our BetaPro products (the "BetaPro Products"). The BetaPro Products are alternative mutual funds within the meaning of National Instrument 81-102 Investment Funds, and are permitted to use strategies generally prohibited by conventional mutual funds: the ability to invest more than 10% of their net asset value in securities of a single issuer, to employ leverage, and engage in short selling to a greater extent than is permitted in conventional mutual funds. While these strategies will only be used in accordance with the investment objectives and strategies of the BetaPro Products, during certain market conditions they may accelerate the risk that an investment in shares of a BetaPro Product decreases in value. BetaPro Equal Weight Canadian Bank -2x Daily Bear ETF ("HBKD"), which is a -2X ETF or Inverse Leveraged ETF, as described in the prospectus, is a speculative investment tool and is not considered a conventional investment. HBKD uses the Solactive Equal Weight Canada Banks Index as its Underlying Index (the "Index"). The Index includes TSX-listed common shares of Canadian banks. The returns of HBKD can generally be expected to be substantially similar to a loss of approximately twice as much the inverse (opposite) the performance on a given day, on a percentage basis, as any increase in its Index (when the Index rises on that day). Conversely, HBKD can generally be expected to be substantially similar to a gain approximately twice as much the inverse (opposite) on a given day, on a percentage basis, as any decrease in its Index (when the Index declines on that day). Due to the compounding of daily returns, a Leveraged and Inverse Leveraged ETF's returns over periods other than one day will likely differ in amount and possibly direction from the performance of their respective Target(s) for the same period.

An investment in HBKD or any of the BetaPro Products is not intended as a complete investment program and is appropriate only for investors who have the capacity to absorb a loss of some or all of their investment. The BetaPro Leveraged ETFs are designed to provide daily investment results, before fees, expenses, distributions, brokerage commissions and other transaction costs, that endeavour to correspond to a multiple or inverse (opposite) multiple of the daily performance of a specified Underlying Index. The BetaPro Leveraged and Inverse Leveraged ETFs do not seek to achieve their stated investment objective over a period of time greater than one day. **Please read the full risk disclosure in the prospectus before investing.** Investors should monitor their holdings in BetaPro Products and their performance at least as frequently as daily to ensure such investment(s) remain consistent with their investment strategies.

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