Leveraged Short Exposure to the Canadian REIT Sector

The BetaPro Equal Weight Canadian REIT -2x Daily Bear ETF (“HRED”) is designed to provide investors the opportunity to potentially benefit from market declines in the value of the Canadian Real Estate Investment Trust (REIT) sector, comprised of companies that own and operate real estate properties.

HRED 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 REIT Index (the “Underlying Index”). HRED does not seek to achieve its stated investment objective over a period of time greater than one day.

Name:
BetaPro Equal Weight Canadian REIT -2x Daily Bear ETF

Launch Date:
September 2, 2021

Ticker:
HRED

Management Fee:
1.15% (Plus applicable sales taxes.)

Investment Manager:
Horizons ETFs Management (Canada) Inc.

Underlying Index:
Solactive Equal Weight Canada REIT Index

Bloomberg Index Ticker:
SOLCREW

Underlying Index Rebalanced:
Semi-annually

Eligibility:
All registered and non-registered investment accounts
Important Risk Considerations

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

HRED is very different from most other 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 units of the ETF decreases in value.

HRED, before fees and expenses, does not and should not be expected to return two-times the inverse (e.g. -200%) return of its Underlying Index over any period of time other than daily.

The returns of HRED over periods longer than one day will, under most market conditions, differ in amount and possibly direction from the inverse performance of its Underlying Index for the same period. This effect becomes more pronounced as the volatility of HRED’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 REIT ETF.** HRED provides investors with - 2x the exposure to the Canadian REIT sector as measured by the Underlying Index

- **No Margin.** Investors do not need a margin account to take an inverse position on Canadian REITs. As a result, the risk of HRED is limited to the capital invested. By directly shorting a stock, investors can take on risk that exceeds 100% of the initial investment

- **ETF Liquidity.** HRED 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 REIT sector as represented by the Underlying Index, reducing the volatility of taking on short exposure to a single stock

- **Used as a Hedge.** HRED could also be used by investors with a long position in the Canadian REIT sector to hedge out daily or short-term market risk on their holdings
BetaPro Equal Weight Canadian REIT 2x Daily Bear ETF

Underlying Index

Solactive Equal Weight Canada REIT Index
HRED uses the Solactive Equal Weight Canada REIT Index as its Underlying Index. The Solactive Equal Weight Canada REIT Index includes TSX-listed securities that are classified within the Real Estate Investment Trust industry classification. Constituents are subject to minimum market capitalization and liquidity screens. Constituent Issuers are equally weighted at each rebalancing and this Underlying Index is rebalanced semi-annually in March and September.

HRED typically uses the price of the Solactive Equal Weight Canada REIT Index as determined at approximately 4:00 p.m. (EST) as the reference for its daily investment objectives.

To learn more, please visit www.HorizonsETFs.com/ETF/HRED

Commissions, management fees and expenses all may be associated with an investment in exchange traded products managed by Horizons ETFs Management (Canada) Inc. (the “BetaPro Products”). The BetaPro Products are not guaranteed, their values change frequently and past performance may not be repeated. The prospectus contains important detailed information about the BetaPro Products. Please read the prospectus before investing.