

# HREU



**HORIZONS** ETFs  
by Mirae Asset

## BetaPro Equal Weight Canadian REIT 2x Daily Bull ETF

### ETF Snapshot

#### **Providing Leveraged Exposure to the Canadian REIT Sector**

The BetaPro Equal Weight Canadian REIT 2x Daily Bull ETF (“HREU”) is designed to provide leveraged daily exposure to Canadian Real Estate Investment Trusts (REITs), which are companies that own and operate real estate properties. HREU provides high conviction investors the opportunity to potentially generate excess returns relative to the broader Canadian REIT sector.

HREU seeks daily investment results, before fees, expenses, distributions, brokerage commissions and other transaction costs, that endeavour to correspond to two times (200%) the daily performance of Solactive Equal Weight Canada REIT Index. HREU 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 Bull ETF

#### **Launch Date:**

September 2, 2021

#### **Ticker:**

HREU

#### **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

# BetaPro Equal Weight Canadian REIT 2x Daily Bull ETF

## Key Features

### Important Risk Considerations

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

HREU 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.

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

The returns of HREU over periods longer than one day will, under most market conditions, differ in amount and possibly direction from the performance of its Underlying Index for the same period. This effect becomes more pronounced as the volatility of HREU'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.** HREU 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 use HREU to take a leveraged position on Canadian REITs. As a result, the risk of the ETF is limited to the capital invested
- **ETF Liquidity.** HREU can be bought and sold on the Toronto Stock Exchange throughout the normal trading day, using a brokerage account
- **Diversification.** Achieve exposure to the Canadian REIT sector as represented by the Underlying Index, reducing the volatility of taking on leveraged exposure to a single stock



# BetaPro Equal Weight Canadian REIT 2x Daily Bull ETF

## Underlying Index

### Solactive Equal Weight Canada REIT Index

HREU 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.

HREU 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/HREU](http://www.HorizonsETFs.com/ETF/HREU)



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.**

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. The BetaPro Products consist of our Daily Bull and Daily Bear ETFs ("Leveraged and Inverse Leveraged ETFs"), Inverse ETFs ("Inverse ETFs") and our BetaPro S&P 500 VIX Short-Term Futures™ ETF (the "VIX ETF"). Included in the Leveraged and Inverse Leveraged ETFs and the Inverse ETFs are the BetaPro Marijuana Companies 2x Daily Bull ETF ("HMJU") and BetaPro Marijuana Companies Inverse ETF ("HMJI"), which track the North American MOC Marijuana Index (NTR) and North American MOC Marijuana Index (TR), respectively. The Leveraged and Inverse Leveraged ETFs and certain other BetaPro Products use leveraged investment techniques that can magnify gains and losses and may result in greater volatility of returns. These BetaPro Products are subject to leverage risk and may be subject to aggressive investment risk and price volatility risk, among other risks, which are described in their respective prospectuses. Each Leveraged and Inverse Leveraged ETF seeks a return, before fees and expenses, that is either **up to**, or equal to, either 200% or -200% of the performance of a specified underlying index, commodity futures index or benchmark (the "Target") for a single day. Each Inverse ETF seeks a return that is -100% of the performance of its Target. Due to the compounding of daily returns a Leveraged and Inverse Leveraged ETF's or Inverse ETF's returns over periods other than one day will likely differ in amount and, particularly in the case of the Leveraged and Inverse Leveraged ETFs, possibly direction from the performance of their respective Target(s) for the same period. For certain Leveraged and Inverse Leveraged ETFs that seek **up to 200%** or **up to** or -200% leveraged exposure, the Manager anticipates, under normal market conditions, managing the leverage ratio as close to two times (200%) as practicable however, the Manager may, at its sole discretion, change the leverage ratio based on its assessment of the current market conditions and negotiations with the respective ETF's counterparties at that time. Hedging costs charged to BetaPro Products reduce the value of the forward price payable to that ETF. Due to the high cost of borrowing the securities of marijuana companies in particular, the hedging costs charged to HMJI are expected to be material and are expected to materially reduce the returns of HMJI to unitholders and materially impair the ability of HMJI to meet its investment objectives. Currently, the manager expects the hedging costs to be charged to HMJI and borne by unitholders will be between 10.00% and 45.00% per annum of the aggregate notional exposure of HMJI's forward documents. The hedging costs may increase above this range. The manager publishes on its website, the updated monthly fixed hedging cost for HMJI for the upcoming month as negotiated with the counterparty to the forward documents, based on the then current market conditions. The VIX ETF, which is a 1x ETF, as described in the prospectus, is a speculative investment tool that is not a conventional investment. The VIX ETF's Target is highly volatile. As a result, the VIX ETF is not intended as a stand-alone long-term investment. Historically, the VIX ETF's Target has tended to revert to a historical mean. As a result, the performance of the VIX ETF's Target is expected to be negative over the longer term and neither the VIX ETF nor its target is expected to have positive long-term performance. BetaPro Bitcoin ETF ("HBIT"), and BetaPro Inverse Bitcoin ETF ("BITI"), which are a 1X ETF, and an up to -1X ETF, respectively, as described in the prospectus, are speculative investment tools that are not conventional investments. Their Target, an index which replicates exposure to rolling Bitcoin Futures and not the spot price of Bitcoin, is highly volatile. As a result, neither ETF is intended as a stand-alone investment. There are inherent risks associated with products linked to crypto-assets, including Bitcoin Futures. While Bitcoin Futures are traded on a regulated exchange and cleared by regulated central counterparties, direct or indirect exposure to the high level of risk of Bitcoin Futures will not be suitable for all types of investors. An investment in 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. 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.**