Generate Monthly Income From the NASDAQ-100® Index
The Horizons NASDAQ-100 Covered Call ETF (“QQCC”) is a covered call ETF that gives investors exposure to the largest domestic and international non-financial companies listed on the NASDAQ stock market and then uses a covered call strategy to help generate additional income on the portfolio.

Historically, the NASDAQ-100® Index does not pay a very high dividend yield relative to other U.S. equity indices. A covered call strategy is a way to potentially increase that income stream substantially through the use of covered calls that can help generate an income premium.

QQCC seeks to provide, to the extent possible and net of expenses: (a) exposure to the performance of an index of the largest domestic and international, non-financial companies listed on the NASDAQ stock market (currently, the NASDAQ-100® Index); and (b) monthly U.S. dollar distributions of dividend and call option income. To mitigate downside risk and generate income, QQCC will employ a dynamic covered call option writing program. QQCC will not seek to hedge its exposure to the U.S. dollar back to the Canadian dollar.

Effective June 24, 2022, the investment objectives of the Horizons NASDAQ-100 Covered Call ETF (“QQCC”) (formerly Horizons Enhanced Income International Equity ETF (“HEJ”)) were changed following receipt of the required unitholder and regulatory approvals. The ETF will begin to trade under its new fund name and ticker symbol on June 27, 2022. For more information, please refer to the disclosure documents of QQCC on www.HorizonsETFs.com.
Generating Income from Covered Calls

For stock investors, using a covered call writing strategy can be an effective way to create monthly income from a stock portfolio and potentially mitigate downside risk in their portfolio relative to the NASDAQ-100® Index. An investor who chooses to utilize a covered call strategy limits some of the upside potential gains that could be generated from the underlying stock portfolio in exchange for earning a higher income – in the form of a call premium – earned from selling call options on those stocks. This strategy effectively allows investors to earn immediate income from the underlying portfolio that should be relatively higher than what would’ve been generated by simply holding the stocks. It does not mean that a higher return will necessarily be generated through the covered call strategy, but the investor can use this strategy to help generate monthly income from a stock portfolio either to meet a potential income target or to diversify sources of income in their broader asset allocation.

It is important to note that QQCC invests in its own portfolio of equity securities, which means if the value of the underlying securities held by QQCC declines, the price value of QQCC would also be expected to decline.

A covered call ETF investor can expect to participate in some, but not all, of the prospective growth of the underlying stocks while potentially earning an attractive monthly distribution from call option premiums and dividends.

Key Features:

- Direct exposure to some of the largest and most liquid stocks on the NASDAQ-100® Index
- Uses a dynamic call writing approach, which seeks to generate income and reduce downside risk.
- Options are written out-of-the-money to preserve more of the upside potential growth of the underlying stocks
- Call premiums are taxed as capital gains
Horizons NASDAQ-100 Covered Call ETF

How a Covered Call Strategy Can Typically Be Expected to Perform in the Following Markets

Historically, during bear markets, range-bound markets, and modest bull markets, a covered call strategy generally tends to outperform its underlying securities. During powerful bull markets, when the underlying securities may rise more frequently through their strike prices, covered call strategies historically have lagged. Even during these bull market periods, however, investors could still generally have earned moderate capital appreciation, plus any dividends and call premiums.

For illustrative purposes only.

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

Commissions, management fees and expenses all may be associated with an investment in the Horizons NASDAQ-100 Covered Call ETF ("QQCC" or 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.

Nasdaq®, Nasdaq-100®, and Nasdaq-100 Index®, are trademarks of The NASDAQ OMX Group, Inc. (which with its affiliates is referred to as the "Corporations") and are licensed for use by Horizons ETFs Management (Canada) Inc. The Fund(s) have not been passed on by the Corporations as to their legality or suitability. The Fund(s) are not issued, endorsed, sold, or promoted by the Corporations. THE CORPORATIONS MAKE NO WARRANTIES AND BEAR NO LIABILITY WITH RESPECT TO THE FUND(S) or PRODUCT(S).

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.

All comments, opinions and views expressed are generally based on information available at the date of publication and should not be considered as advice to purchase or to sell mentioned securities. Before making any investment decision, please consult your investment advisor or advisors.