



**ETF FACTS**  
**Corton Enhanced Income Fund – Class ETF**  
**January 28th, 2024**  
**RAAA**

This document contains key information you should know about the Class ETF units of Corton Enhanced Income Fund (the “ETF”). You can find more details about this exchange-traded fund in its prospectus. Ask your representative for a copy, contact Corton Capital Inc. (“Corton”) at (416) 627-5625 or [ETFinfo@cortoncapital.ca](mailto:ETFinfo@cortoncapital.ca), or visit [www.cortoncapitalinc.ca](http://www.cortoncapitalinc.ca).

**Before you invest, consider how the ETF would work with your other investments and your tolerance for risk.**

## QUICK FACTS

**Date ETF started:** August 26, 2024

**Total value on January 28th, 2025:** \$23,765,200

**Management expense ratio (MER):** This information is not available because this ETF is new.

**Fund Manager:** Corton Capital Inc.

**Portfolio Manager:** Corton Capital Inc.

**Sub-Adviser:** Astra Asset Management UK Ltd.

**Distributions:** Monthly, if available; income and/or return of capital. Distributions will be received in cash.

## TRADING INFORMATION (12 months ending August 26, 2024)

**Ticker Symbol:** RAAA

**Exchange:** Toronto Stock Exchange (TSX)

**Currency:** Canadian dollars

**Number of holdings:**

**Average daily volume:** 427

**Number of days traded:** 53

## PRICING INFORMATION (12 months ending January 28th, 2025)

**Market Price:** \$10.07

**Net Asset Value (NAV):** \$10.05319

**Average bid-ask spread:** \$0.0353

## WHAT DOES THE ETF INVEST IN?

The investment objective of the Fund is to seek to provide Unitholders with a high level of current income by investing in a diversified portfolio of European and U.S. floating rate primarily AAA rated collateralized loan obligations (or a “CLO”). The rating will be predominately AAA at purchase but also include AA or A securities as rated by a nationally recognized statistical rating organization, including, but not limited to, Moody’s Investor Service, Inc. (“Moody’s”), S&P Global Inc. (“S&P”) and Fitch Group, Inc. (“Fitch”). Capital appreciation will be a secondary objective and the Fund will seek to hedge its non-Canadian dollar currency exposure at all times.

Unitholder approval (given by a majority of votes cast at a meeting of unitholders) is required prior to a change of investment objectives.

The charts below give you a snapshot of the ETF’s investments on January 28th, 2025. The ETF’s investments will change over time.

### Top 10 investments (January 28th, 2025)

Name	Weight
BARINGS EURO CLO 4.921 24JUL32 FRN	9.80%
ADAGIO XII EUR CL 4.621 20OCT37 FRN	9.31%
SOUND POINT EURO 4.723 05SEP37 FRN	9.31%
ADAGIO CLO VIII D 5.185 15APR32 FRN	9.15%
CVC CORDATUS LOAN 4.761 15SEP38 FRN	9.15%
VOYA EURO CLO I D 4.085 15OCT37 FRN	9.15%
ARBOUR CLO V DAC 4.286 15SEP31 FRN	8.82%
ST PAUL’S CL 5.144 18JUL34 144A FRN	7.51%
BARINGS EURO CLO 5.185 15OCT34 FRN	6.53%
TRINITAS EURO CLO 4.163 25JUL37 FRN	6.53%

Total percentage of top 10 holdings	85.3%
Total number of investments	15

### Investment mix (%) (January 28th, 2025)

AAA CLO	60.7%
AA CLO	39.3%

Because this is a new ETF, the risk rating is only an estimate by Corton. Generally, the rating is based on how volatile the ETF’s returns have been within a year and changed from year to year. It doesn’t tell you how volatile the ETF will be in the future. The rating can change over time. An ETF with a low risk rating can still lose money.

Low	Low to Medium	Medium	Medium to High	High
X				

For more information about the risk rating and specific risks that can

## HOW RISKY IS IT?

The value of the ETF can go down as well as up. You could lose money.

One way to gauge risk is to look at how much an ETF's returns change over time. This is called "volatility".

In general, ETFs with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. ETFs with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

### Risk rating

Corton has rated the volatility of this ETF as low. affect the ETF's returns, see *What are the Risks of Investing in the Fund*" section of the ETF's prospectus

**No guarantees** ETFs do not have guarantees. You may not get back the amount of money you invest.

## HOW HAS THE ETF PERFORMED?

This section tells you how the Class ETF Units of the ETF have performed, with returns calculated using the ETF's net asset value ("**NAV**"). However, this information is not available because the ETF is new.

### Year-by-year returns

This section tells you how the Class ETF Units of the ETF have performed in past calendar years. However, this information is not available because the ETF is new.

### Best and worst 3-month returns

This section shows the best and worst returns for the Class ETF Units of the ETF in a 3-month period. However, this information is not available because the ETF is new.

### Average return

This section shows the value and annual compounded rate of return of a hypothetical \$1,000 investment in the Class ETF Units of the ETF. However, this information is not available because the ETF is new.

## TRADING ETFs

ETFs hold a basket of investments, like mutual funds, but trade on exchanges like stocks. Here are a few things to keep in mind when trading ETFs:

### Pricing

ETFs have two sets of prices: market price and net asset value ("**NAV**").

#### Market Price

ETFs are bought and sold on exchanges at the market price. The market price can change throughout the trading day. Factors like supply, demand, and changes in the value of an ETF's investments can affect the market price.

You can get price quotes any time during the trading day. Quotes have two parts: bid and ask.

The bid is the highest price a buyer is willing to pay if you want to sell your ETF Units. The ask is the lowest price a seller is willing to accept if you want to buy ETF units. The difference between the two is called a "**bid-ask**" spread.

In general, a smaller bid-ask spread means the ETF is more liquid. That means you are more likely to get the price you expect.

### Net Asset Value

Like mutual funds, ETFs have a NAV. It is calculated after the close of each trading day and reflects the value of an ETF's investments at that point in time.

NAV is used to calculate financial information for reporting purposes – like the returns shown in this document.

### Orders

There are two main options for placing trades: market orders and limit orders. A market order lets you buy or sell units at the current market prices. A limit order lets you set the price at which you are willing to buy or sell units.

### Timing

In general, market prices of ETFs can be more volatile around the start and end of the trading day. Consider using a limit order or placing a trade at another time during the trading day.

## WHO IS THIS ETF FOR?

The ETF is suitable for investors who seek income and stable growth through a diversified portfolio of A - AAA fixed income CLO securities. To invest in the Fund, investors should be able to accept a low degree of risk.

To recognize a reasonable rate of return, investors should be prepared to invest for medium periods of time.

## A WORD ABOUT TAX

In general, you'll have to pay income tax on any money you make on an ETF. How much you pay depends on the tax laws where you live and whether or not you hold the ETF in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your ETF in a non-registered plan, distributions from the ETF are included in your taxable income, whether you get them in cash or have them reinvested.

## HOW MUCH DOES IT COST?

This section shows the fees and expenses you could pay to buy, own and sell units of the Class ETF Units. The fees and expenses – including any trailing commissions – can vary among ETFs. Higher commissions can influence representatives to recommend one investment over another. Ask about other ETFs and investments that may be suitable for you at a lower cost.

### Brokerage Commissions

You may have to pay a commission every time you buy and sell units of the ETF. Commissions may vary by brokerage firm. Some brokerage firms may offer commission-free ETFs or require a minimum purchase amount.

### ETF expenses

You don't pay these expenses directly. They affect you because they reduce the ETF's returns. The ETF's expenses are made up of the management fee, operating expenses and trading costs.

The ETF's expenses are made up of the management fee, operating expenses, and trading costs. The ETF's annual management fee is 0.70% of the funds' value. As this ETF is new, its operating expenses and trading costs are not yet available.

### Trailing commissions

The trailing commission is an ongoing commission. It is paid for as long as you own the ETF. It is for the services and advice that your representative and their firm provide to you. This ETF does not have a trailing commission.

### Other fees

You may have to pay other fees when you buy, hold, sell or switch units of the ETF.

Fee	What you pay
Exchange fee	You may be required to pay an exchange transaction fee of 0.25% or such other amount as we may determine from time to time, which approximates the brokerage expenses, commissions, transactions costs, costs or expenses related to market impact and other costs or expenses incurred or expected to be incurred by the ETF in effecting securities transactions on the market to obtain the necessary cash for the exchange.

## WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to cancel your purchase order within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the prospectus, ETF Facts document, or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

## FOR MORE INFORMATION

Contact Corton or your representative for a copy of the ETF's prospectus and other disclosure documents. These documents and the ETF Facts make up the ETF's legal documents.

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