

Asset Class: Sector Equity

TSX TICKER:

**FHI.B**

**FUND INFORMATION**

Inception Date	June 7, 2018
NAV per Unit	\$10.58
Number of Holdings	60
Distribution Frequency	Quarterly, if any
CUSIP	31867F202
Management Fee	0.65%

**CHARACTERISTICS**

	Fund
Dividend Yield	1.98
Gross Option Premium	10.85
Total Portfolio Income	12.83

*Time period: 7/06/2018 to 31/10/2018*  
*Gross Option Premium represent those received on October 19, 2018*

**FUND OVERVIEW**

This ETF provides differentiated exposure to some of the largest health care companies by aiming to minimize volatility and generating attractive income through an actively managed covered call option writing program. As determined by the Manager in its discretion, the largest 20 issuers, measured by market capitalization, listed on a North American exchange are chosen for inclusion in the ETF on an equally weighted basis and are rebalanced quarterly. Distributions are paid quarterly and approximately 25% of the portfolio's securities will have call options written upon them at any given time. The foreign currency exposure attributable to the units will not be hedged back to the Canadian dollar.

**TOP 10 HOLDINGS (%)**

CIGNA CORP	5.52
MERCK & CO INC	5.44
ELI LILLY & CO	5.41
ABBOTT LABORATORIES	5.25
JOHNSON & JOHNSON	5.23
PFIZER INC	5.18
ANTHEM INC	5.16
UNITEDHEALTH GROUP INC	5.15
AETNA INC	5.14
GILEAD SCIENCES INC	5.07

**PERFORMANCE**

**81-102** Rules governing this Fund restrict the presentation of performance data until the Fund reaches its one-year anniversary.

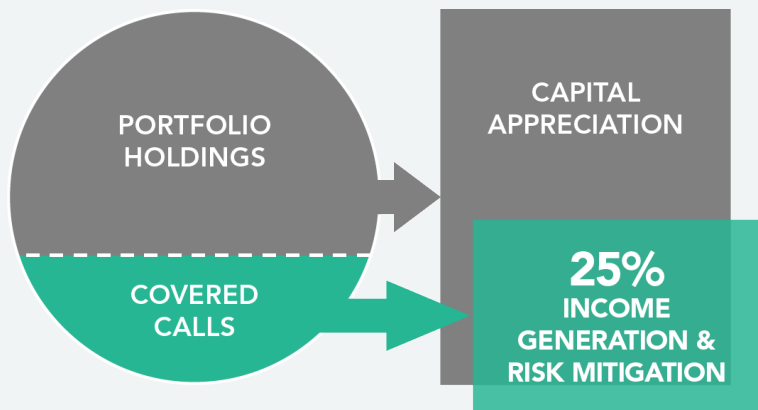
**KEY REASONS TO INVEST**

- Income generation and lower volatility approach to North American health care exposure, supported by an actively managed covered call writing program.
- Equally weighted across 20 of the largest North America health care issuers to avoid over-concentration risk in any given holding.
- Call options written on approximately 25% of the portfolio to support upside participation.
- Exposure to North American listed Health Care companies on a currency unhedged basis.

**CALL OPTION STRATEGY**

A covered call option strategy is implemented by selling a call option contract while owning shares of the underlying stock. This is generally considered to be a conservative strategy because it decreases the risk of stock ownership while providing additional income over and above the dividend income from the underlying stocks.

**PORTFOLIO STRUCTURE**



**Capital Appreciation**

The portfolio is fully invested in equity securities, meaning capital appreciation remains the dominant driver of total returns.

**Income Generation & Risk Mitigation**

The portfolio has the potential to generate additional income by selling call options on up to 25% of each holding, giving the buyers the right to purchase the underlying stocks at predetermined prices prior to a predetermined maturity date. The portfolio is, in essence, trading away some capital gain potential if stocks rally strongly in order to provide unitholders with current income.

1 (877) 642-1289 | [www.firstasset.com](http://www.firstasset.com) | [info@firstasset.com](mailto:info@firstasset.com)



**First Asset - Smart Solutions™**

First Asset, a CI Financial Company, is a Canadian investment firm delivering a comprehensive suite of smart ETF solutions. Rooted in strong fundamentals, First Asset's smart solutions strive to deliver better risk-adjusted returns than the broad market while helping investors achieve their personal financial goals.

Commissions, management fees and expenses all may be associated with an investment in this Fund. This Fund is not guaranteed, its value changes frequently and past performance may not be repeated. The indicated rates of return are the historical annual compounded total returns, including changes in unit value and do not take into account sales, redemption or optional charges or income taxes payable by a security holder that would have reduced returns. Please read the Fund's prospectus before investing. This communication is intended for informational purposes only and is not, and should not be construed as, investment and/or tax advice to any individual. Particular investments and/or trading strategies should be evaluated relative to each individual's circumstances. Individuals should seek the advice of professionals, as appropriate, regarding any particular investment. First Asset Health Care Giants Covered Call ETF (Unhedged) is managed by First Asset Investment Management Inc., a subsidiary of First Asset Capital Corp. (FA Capital). TM First Asset and its logo are trademarks of FA Capital, a wholly owned subsidiary of CI Financial Corp. which is listed on the Toronto Stock Exchange under the symbol "CIX". ©CI FINANCIAL is a registered trademark of CI Investment Inc., used under license.