

First Asset Canadian Buyback Index ETF (FBE) - Common Units

Manager: First Asset Investment Management Inc.

This document contains key information you should know about First Asset Canadian Buyback Index ETF. You can find more details about this exchange traded fund (ETF) in its prospectus. Ask your representative for a copy, contact First Asset Investment Management Inc.'s website at www.firstasset.com, or by contacting First Asset Investment Management Inc. at info@firstasset.com, or by calling 1-877-642-1289.

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

Quick facts

Date ETF started:	August 22, 2016	Fund manager:	First Asset Investment Management Inc.
Total value on May 31, 2018:	\$11.0 Million	Portfolio manager:	First Asset Investment Management Inc.
Management expense ratio (MER):	0.72%	Distributions:	Quarterly in March, June, September and December (any net income and/or return of capital) and in December (any net realized capital gains)

Trading information (12 months ending May 31, 2018)

Ticker symbol:	FBE	Average daily volume:	2,692 units
Exchange:	TSX	Number of days traded:	158 out of 251 trading days
Currency:	CAD		

Pricing information (12 months ending May 31, 2018)

Market price:	\$21.19 - \$24.42	Average bid-ask spread:	0.11%
Net asset value {NAV}:	\$21.10 - \$24.44		

What does the ETF invest in?

The Fund has been designed to replicate the performance of the CIBC Canadian Buyback Index, net of expenses. The Index is comprised of an equally weighted portfolio of equity securities of TSX-listed companies with active share buyback programs that have significantly and consistently reduced issued and outstanding share count. The Index was developed by CIBC World Markets based on empirical evidence that shows that highly profitable companies with excellent core business models often have cash flows that exceed the required re-investment needed to support intrinsic growth, which cash flows are frequently used to implement share buyback programs. The Index uses a proprietary rules-based methodology to select its constituent securities. To qualify for inclusion in the Index an equity security must, among other requirements: (i) trade on the TSX; (ii) meet a minimum market capitalization threshold; and (iii) meet a minimum average daily traded dollar value volume threshold. The Index is reconstituted monthly and rebalanced quarterly to equal weight.

The charts below give you a snapshot of the ETF's investments on May 31, 2018. The ETF's investments will change to reflect changes in the CIBC Canadian Buyback Index.

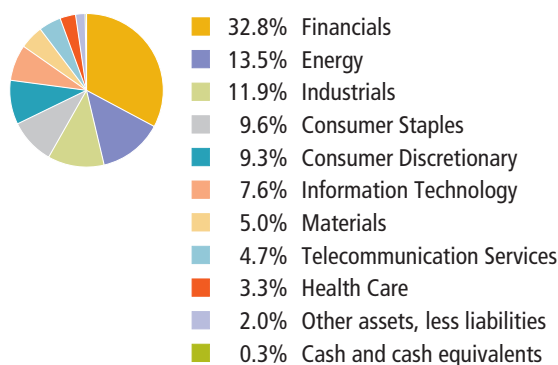
Top 10 investments (May 31, 2018)

1. Valeant Pharmaceuticals International Inc	3.3%
2. Cenovus Energy Inc	2.9%
3. Imperial Oil Ltd	2.9%
4. Suncor Energy Inc	2.7%
5. BlackBerry Ltd	2.6%
6. Canadian National Railway Co	2.6%
7. Constellation Software Inc/Canada	2.6%
8. Fairfax Financial Holdings Ltd	2.6%
9. Magna International Inc	2.6%
10. Methanex Corp	2.6%

Total percentage of top 10 investments 27.4%

Total number of investments: 41

Investment mix (May 31, 2018)



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

First Asset Investment Management Inc. has rated the volatility of this ETF as **Medium**.

This rating is based on how much the ETF's returns have 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.



For more information about the risk rating and specific risks that can affect the ETF's returns, see the "Risk Factors" section of the ETF's prospectus.

No guarantees

ETFs do not have any guarantees. You may not get back the amount of money you invest.

How has the ETF performed?

This section tells you how units of the ETF have performed over the past year.

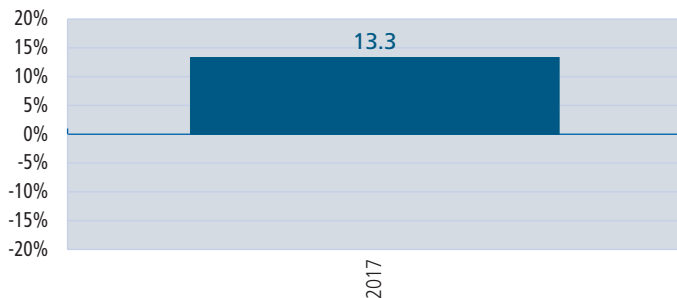
Returns¹ after expenses have been deducted. These expenses reduce the ETF's returns. This means that the ETF's returns may not match the returns of the CIBC Canadian Buyback Index.

¹ Returns are calculated using the ETF's net asset value (NAV).

Year-by-year returns

This chart shows how units of the ETF have performed in the past 1 year. The ETF did not drop in value during the year.

The range of returns and change from year to year can help you assess how risky the ETF has been in the past. It does not tell you how the ETF will perform in the future.



Best and worst 3-month returns

This table shows the best and worst returns for units of the ETF in a 3-month period over the past calendar year. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invested \$1,000 at the beginning of the period
Best return	10.3%	November 30, 2017	Your investment would rise to \$1,103
Worst return	-2.8%	March 29, 2018	Your investment would drop to \$972

Average return

As at May 31, 2018, a person who invested \$1,000 in the ETF 1 years ago now has \$1,250. This works out to an annual compound return of 13.8%.

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 effect 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 the "**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 (NAV)

- 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 price. 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?

Investors who:

- want Canadian equity exposure
- want to focus on companies consistently engaged in share buyback programs
- want to receive regular quarterly cash flows (if any)
- Can tolerate medium risk.

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 account, 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 ETF. 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.

1. 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.

2. ETF expenses

You don't pay these expenses directly. They affect you because they reduce the ETF's returns.

As of December 31, 2018, the ETF's expenses were 0.73% of its value. This equals \$7.30 for every \$1,000 invested.

	Annual rate (as a % of the ETF's value)
Management expense ratio (MER) This is the total of the ETF's management fee and operating expenses. First Asset Investment Management Inc. waived some of the ETF's expenses. If it had not done so, the MER would have been higher.	0.72%
Trading expense ratio (TER) These are the ETF's trading costs.	0.01%
ETF expenses	0.73%

Trailing commission

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 doesn't have a trailing commission.

3. Other fees

FEE	WHAT YOU PAY
Redemption Fee	The manager may charge unitholders of the ETF, at its discretion, a redemption fee of up to 0.05% of the value of the units you redeem or exchange. The manager will publish the current redemption fee, if any, on its website www.firstasset.com .

What if I change my mind?

Under securities law in some provinces and territories, you have the right to cancel your purchase 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 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 First Asset Investment Management Inc. 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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