

# FolioBeyond Rising Rates ETF

As of January 31, 2023

## About FolioBeyond Rising Rates ETF

The FolioBeyond Rising Rates ETF invests primarily in interest-only mortgage-backed securities (MBS IOs) and U.S. Treasury bonds as it seeks to:

- Provide protection against rising interest rates
- Generate current income under stable interest rates

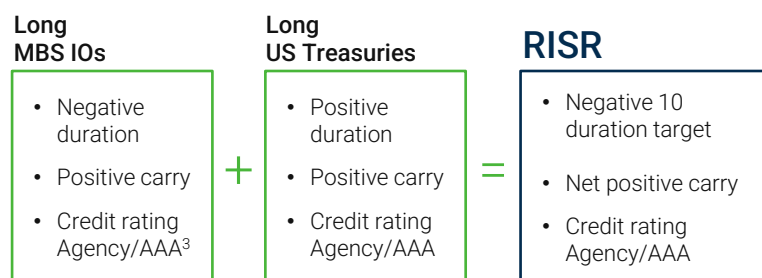
## RISR is Positioned as a...

**Diversifier** for an existing fixed income portfolio regardless of one's views on rates

**Hedge** for a fixed income allocation for those concerned about rising rates and who seek to shorten a portfolio's duration without selling existing positions

**Means of Expressing a Directional View** for those who seek a vehicle designed to profit from rising rates

## RISR Strategy



## Fund Information

Ticker	RISR
Inception	09/30/2021
CUSIP	886364637
Primary Exchange	NYSE Arca
Expense Ratio <sup>1</sup>	0.99%
Income Distribution Frequency <sup>2</sup>	Monthly
Net Assets	\$76,926,972.33
NAV	\$30.53
Market Price	\$30.18

## Allocation by Credit Quality

AAA / Agency Credit	100.0%
AA	0.0%
A	0.0%
BBB	0.0%
BB	0.0%
B	0.0%
Not Rated	0.0%

Allocations are subject to change without notice.

## Bond Measures as of 01/31/23

Effective Duration <sup>4</sup>	-9.02
30-Day SEC Yield <sup>5</sup>	7.69%

## Performance

	Month-end as of January 31, 2023				Quarter-end as of December 31, 2022			
	1 MO	3 MO	YTD	INCEPTION	1 YR	3 YR	5 YR	INCEPTION
Market Price	-3.89%	-3.92%	-3.89%	27.15%	31.98%	–	–	32.30%
Fund NAV	-2.62%	-2.88%	-2.62%	28.59%	33.62%	–	–	32.06%
Bloomberg Barclays US Aggregate Bond Index <sup>6</sup>	3.08%	6.39%	3.08%	-10.32%	-13.01%	–	–	-13.00%

The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. Performance current to the most recent month-end can be obtained by calling 866-497-4963. Short term performance, in particular, is not a good indication of the fund's future performance, and an investment should not be made based solely on returns. Returns beyond 1 year are annualized. A fund's NAV is the sum of all its assets less any liabilities, divided by the number of shares outstanding. The market price is the most recent price at which the fund was traded. The fund intends to pay out income, if any, monthly. There is no guarantee these distributions will be made.

## Important Information

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For a prospectus or summary prospectus with this and other information about the Fund, please call (866) 497-4963 or visit our website at [www.etfs.foliobeyond.com](http://www.etfs.foliobeyond.com). Read the prospectus or summary prospectus carefully before investing.

Investments involve risk. Principal loss is possible. Unlike mutual funds, ETFs may trade at a premium or discount to their net asset value. The fund is new and has limited operating history to judge.

**Fund Risks** - The value of MBS IOs is more volatile than other types of mortgage-related securities. They are very sensitive not only to declining interest rates, but also to the rate of prepayments. MBS IOs involve the risk that borrowers may default on their mortgage obligations or the guarantees underlying the mortgage-backed securities will default or otherwise fail and that, during periods of falling interest rates, mortgage-backed securities will be called or prepaid, which may result in the Fund having to reinvest proceeds in other investments at a lower interest rate. The Fund's derivative investments have risks, including the imperfect correlation between the value of such instruments and the underlying assets or index; the loss of principal, including the potential loss of amounts greater than the initial amount invested in the derivative instrument. The value of the Fund's investments in fixed income securities (not including MBS IOs) will fluctuate with changes in interest rates. Typically, a rise in interest rates causes a decline in the value of fixed income securities owned indirectly by the Fund. Please see the prospectus for a complete description of principal risks.

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### Footnotes & Definitions

**1 Expense Ratio.** The Expense Ratio includes Acquired Fund Fees and Expenses (AFFE). If AFFE were excluded, the Expense Ratio would be 0.99%.

**2 Income Distribution Frequency.** The Fund intends to pay out dividends and interest income, if any, monthly, and distribute any net realized capital gains to its shareholders at least annually. The Fund will declare and pay income and capital gain distributions, if any, in cash. Distributions in cash may be reinvested automatically in additional whole Shares only if the broker through whom you purchased Shares makes such option available. Your broker is responsible for distributing the income and capital gain distributions to you.

**3 Rating Agency.** Ratings are used to evaluate the likelihood a debt will be repaid and range from AAA (excellent capacity to meet financial obligations) to D (in default). In limited situations when the rating agency has not issued a formal rating, the security is classified as non-rated (NR).

**4 Duration.** Duration is a measure of the relationship between interest rates and price for a fixed income security. Positive duration refers to a relationship whereby prices decline as interest rates rise, while negative duration refers to a relationship whereby prices increase as interest rates rise.

**5 30-Day SEC Yield.** The 30-Day SEC Yield is calculated with a standardized formula mandated by the SEC. The formula is based on maximum offering price per share and does not reflect waivers in effect.

**6 Bloomberg Barclays US Aggregate Bond Index.** A broad-based benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). Indexes are unmanaged. One cannot invest directly in an index.

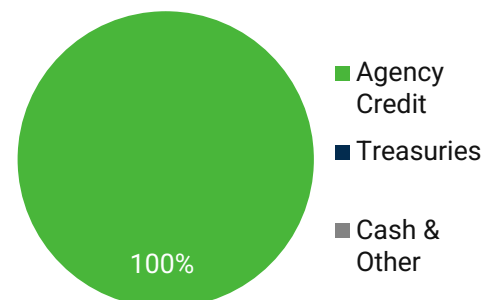
**Carry.** The carry of an asset is the return obtained from holding it (positive carry), or the cost of holding it (negative carry).

**MBS.** Mortgage-backed securities are fixed-income instruments that represent an interest in a pool of mortgages.

**MBS IOs.** MBS IOs represent the interest portion of the MBS.

**Agency MBS.** These include MBS issued or guaranteed by Federal National Mortgage Association (Fannie Mae), the Federal Home Loan Mortgage Corporation (Freddie Mac) or the Government National Mortgage Administration (Ginnie Mae). Agency MBS are backed by the full faith and credit of the U.S. government, which gives them the highest credit rating granted by the credit ratings agencies.

## Allocation by Security Type



*Allocations are subject to change without notice.*

## Top 10 Positions

Name	% of Assets
FNMA REMIC TRUST 2021-25 4% 05/25/2051	5.75%
GNMA REMIC TRUST 2021-122 3.5% 07/20/2051	4.43%
GNMA REMIC TRUST 2022-034 4% 01/20/2051	4.19%
GNMA REMIC TRUST 2022-101 4.5% 04/20/2050	4.03%
GNMA REMIC TRUST 2022-006 3.5% 01/20/2052	3.96%
FANNIE MAE REMIC 2020-98 TRUST OI 4.5% 01/25/2051	3.55%
FHLMC REMIC SERIES 5184 3% 01/25/2052	3.24%
FHLMC REMIC SERIES 5103 4% 05/25/2051	3.12%
FNMA REMIC TRUST 2020-76 4% 11/25/2050	2.75%
FHLMC TRUST REMIC SERIES 5162 CI 3% 11/25/2050	2.74%

*Holdings are subject to change.*

## About FolioBeyond, LLC

FolioBeyond, LLC provides investment solutions for independent Registered Investment Advisors, wealth managers, insurance companies, broker-dealers, banks and other financial market entities. FolioBeyond is a registered investment adviser, founded in 2017.