

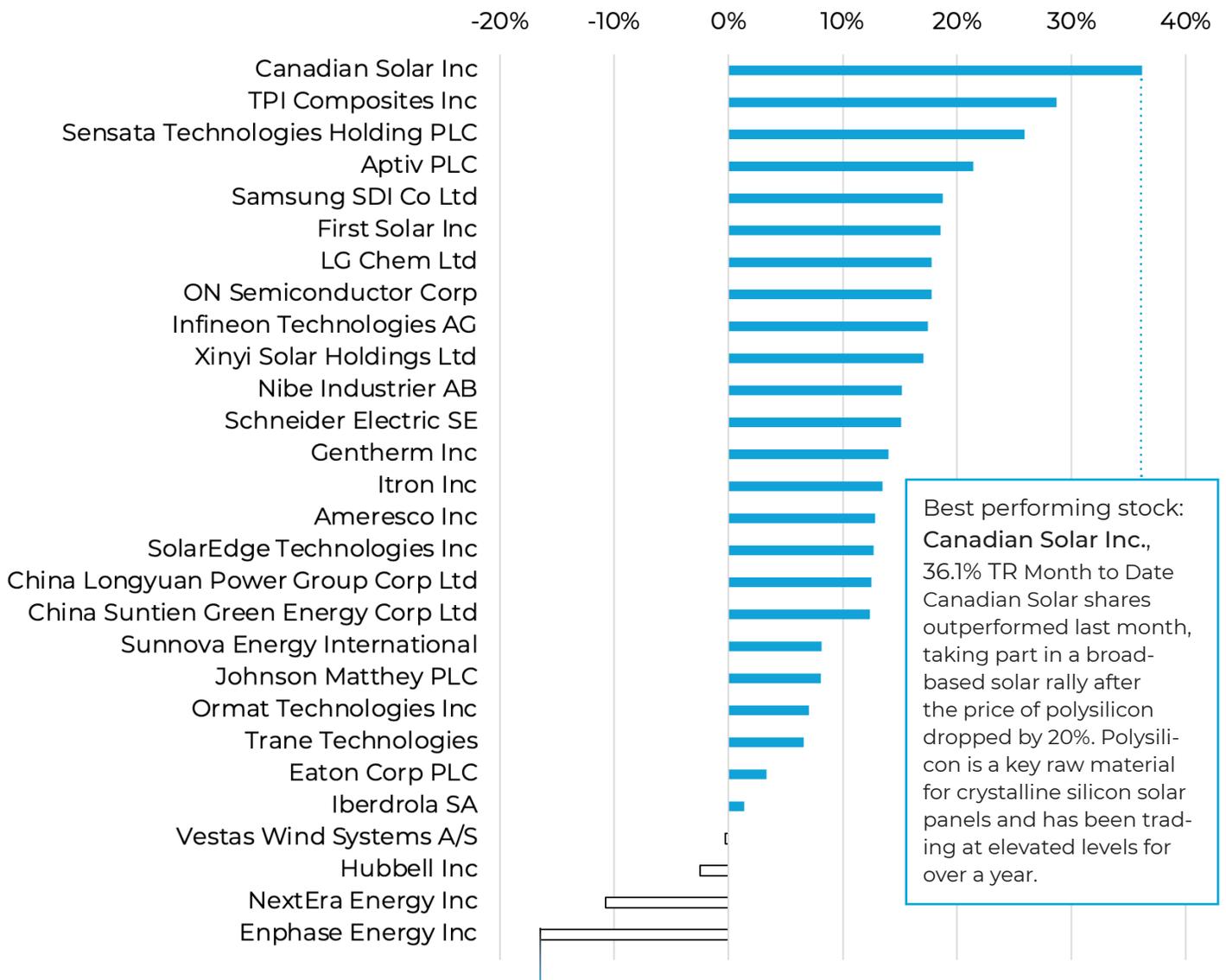


Portfolio Performance

as of 01/31/2023

Over the month, SOLR was up 9.91% (NAV basis), while the MSCI World Index benchmark was up 7.08%. Global stock markets delivered a strong start to 2023 with growth stocks outperforming. Market strength was driven by easing inflation and expectations that any recession in key developed economies would be mild. In the portfolio, the strongest performers included Canadian Solar, which took part in a broad-based solar rally after the price of polysilicon (a key raw material) dropped by 20%, and Sensata, which delivered strong results while executing on its electrification targets. Weaker performers included Enphase, which gave back some of its gains after delivering a 45% return in 2022. Read on for performance updates and the latest news in the sector.

Holdings are subject to change. Go to SmartETFs.com/SOLR for current holdings.



Best performing stock: **Canadian Solar Inc.**, 36.1% TR Month to Date. Canadian Solar shares outperformed last month, taking part in a broad-based solar rally after the price of polysilicon dropped by 20%. Polysilicon is a key raw material for crystalline silicon solar panels and has been trading at elevated levels for over a year.

Worst performing stock: **Enphase Energy Inc.**, -16.4% TR Month to Date. Enphase shares were weak in January thanks to a deteriorating US residential solar environment weighing on the stock combined with profit taking after hitting a new all-time high in early December.



Portfolio Performance

As of 01/31/2023	1 Month	6 Months	YTD	1 Year	Since Inception (11/11/20)
SOLR at NAV	9.91%	8.20%	9.91%	9.58%	11.75%
SOLR at Market Price	9.99%	7.95%	9.99%	9.21%	12.86%
MSCI World NR	7.08%	2.15%	7.08%	-7.45%	5.99%
As of 12/31/2022	1 Month	6 Months	YTD	1 Year	Since Inception (11/11/20)
SOLR at NAV	-6.68%	12.33%	-12.20%	-12.20%	7.39%
SOLR at Market Price	-7.08%	12.52%	-11.86%	-11.86%	8.46%
MSCI World NR	-4.25%	2.97%	-18.14%	-18.14%	7.07%

Expense Ratio: 0.79% (net) | 2.84% (gross)

The Adviser has contractually agreed to reduce its fees and/or pay ETF expenses in order to limit the Fund's total annual operating expenses to 0.79% through June 30, 2025.

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance data quoted. Performance data current to the most recent month-end may be obtained by visiting SmartETFs.com, or calling (866) 307-5990. The returns shown are cumulative for the period, not annualized. Market prices return is based on the market price of Fund shares as of the close of trading on the exchange where the shares are listed.

Interesting News

January saw details emerge of a potential European plan to compete with US sustainable energy subsidies ("European IRA"). The drafts suggests that the EU proposes 1) a Net-Zero act to simplify regulations and speed up permitting; 2) loosening state-aid rules regarding renewables deployment and greening of industrial processes; 3) support for green manufacturing; 4) €380bn (\$402.21bn USD) of existing funding through 2030; 5) a first auction for green hydrogen with a budget of €800m (\$846.76m USD), providing a fixed hydrogen price for 10 years; and 6) co-operation on critical raw materials.

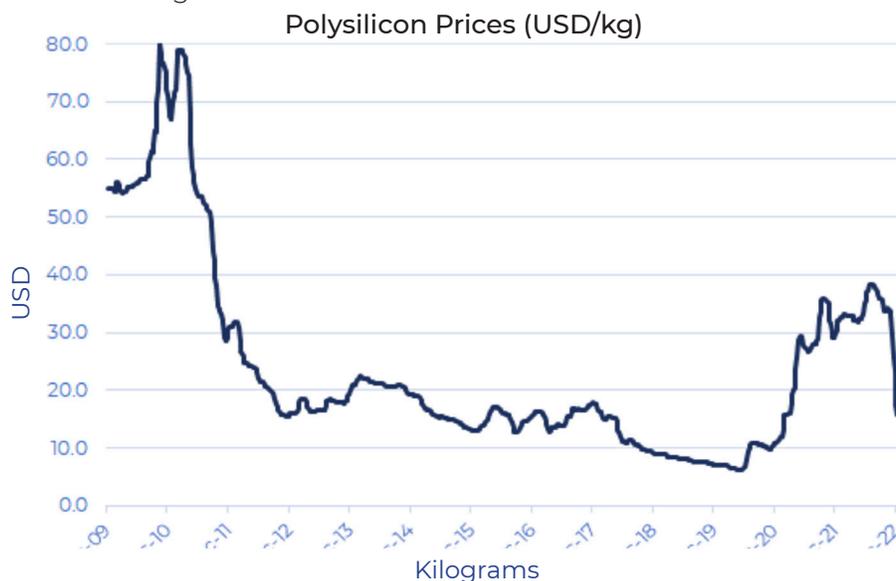
Last month, Germany's Federal Maritime and Hydrographic Agency published a new development plan for offshore wind turbines sites to reach a target of 30 gigawatts (GW) of installed capacity by 2030. The plan implements the acceleration measures recently adopted in the amended German Offshore Wind Act which raised Germany's targets from 20 gigawatts (GW) to at least 30GW by 2030 and from 40GW to at least 70GW by 2040.

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Interesting News

- Sales data published in January suggests that over 10 million EVs were sold in 2022, up over 50% year over year. This strong growth compares to a broader light vehicle market which was relatively flat versus 2021 at 81 million units according to LMC. As a result, plug-in vehicle adoption breached 10% for the first time ever, making up over 12% of light vehicle sales. Around 70% were battery electric with the balancing 30% being plug-in hybrids.
- According to the Federal Energy Regulatory Commission (FERC), solar is set to account for nearly two-thirds of “high probability” power capacity additions in the US over the next 3 years. FERC sees nearly 73GW of solar capacity additions between December 2022 and November 2025, almost doubling the current installed capacity from 79GW to 152GW. The regulator also expects wind capacity to grow by 17GW over the same time period.
- In 2022, UK wind power supplied a record 27% of UK electricity according to the British network operator, National Grid ESO. Wind generation was second only to gas, which supplied 39%, and well ahead of nuclear at 16%. The UK has a 28GW fleet of operational wind power capacity (14.3GW onshore and 13.7GW of offshore) which was able to provide more than 20GW of power for the first time, accounting for more than 70% of generation on a single day.
- Polysilicon prices have been on a rollercoaster ride over the past few years. Prices collapsed from \$80/kg to around \$6/kg from 2010-20 as production became commoditized. From 2020-22, prices climbed by over 5x due to higher energy costs and strong demand for solar driving tighter supply. Over the past 2 months, prices have fallen by 50%, only to quickly recover half of those losses. This was due to demand falling and then recovering sharply following a December rush in China to get new projects signed off to meet year-end renewables targets.



Source: Bloomberg. Data as of January 31, 2023

SOLR

The SmartETFs Sustainable Energy II ETF

February 2023 Update



SmartETFs

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Disclosure

MSCI World Index captures large and mid cap representation across 23 Developed Markets countries. With 1,583 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

Investing involves risk, including possible loss of principal.

The Fund's focus on the energy sector exposes it to greater market risk than if its assets were diversified among various sectors. Sustainable energy businesses are subject to various industry risks such as rapid and evolving changes in technology, demand for energy and economic factors as well as governmental policies and regulations. The Fund may invest in multiple countries including emerging markets and international companies which involves different and additional political, social, legal and regulatory risks. The global interconnectivity of industries and companies can be negatively impacted by economic uncertainties, environmental conditions and global pandemics or crises. These events can contribute to volatility, valuation and liquidity issues which could cause the value of the Fund to decline.

Consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. For a prospectus or summary prospectus with this and other information, please call (866) 307-5990 or visit our website at www.SmartETFs.com. Read the prospectus or summary prospectus carefully before investing.

Shares of the Fund are distributed by Foreside Fund Services, LLC.