

# ALPS | O'Shares U.S. Quality Dividend ETF

Fact Sheet | September 30, 2023

## Investment Objective

The ALPS | O'Shares U.S. Quality Dividend ETF (OUSA) is designed to provide cost efficient access to a portfolio of large-cap and mid-cap high quality, low volatility, dividend paying companies in the United States selected based on fundamental metrics including:

**QUALITY • LOW VOLATILITY • DIVIDEND GROWTH**

## Why OUSA?

- **Quality Dividend Growth Stocks:** Seeks companies with strong balance sheets, profitability and dividend quality.
- **Performance:** Aims to provide strong performance with less risk than a market-cap weighted approach.
- **Reduced Risk of Yield Traps:** Emphasis on dividend quality to help avoid dividend cuts and suspensions.



## Sector Allocations

|                        |        |
|------------------------|--------|
| Information Technology | 21.83% |
| Health Care            | 19.27% |
| Financials             | 16.12% |
| Industrials            | 12.37% |
| Consumer Discretionary | 10.25% |
| Consumer Staples       | 9.22%  |
| Communication Services | 8.83%  |
| Utilities              | 2.11%  |

As of 9/30/2023, subject to change

## Performance as of 9/30/2023

| Total Returns  | Cumulative |       | Annualized |        |       |       |
|--|------------|-------|------------|--------|-------|-------|
|  | 3 M        | YTD   | 1 Y        | 3 Y    | 5 Y   | SI    |
| NAV (Net Asset Value)  | -4.26%     | 2.64% | 15.59%     | 6.98%  | 7.32% | 8.94% |
| Market Price   | -4.22%     | 2.64% | 15.52%     | 7.00%  | 7.33% | 8.94% |
| O'Shares U.S. Quality Dividend Index - TR <sup>1</sup>           | -4.13%     | 3.04% | 16.20%     | 7.51%  | 7.85% | 9.49% |
| Morningstar US Large-Mid Cap Broad Value Index - TR <sup>2</sup> | -1.97%     | 4.19% | 17.49%     | 12.09% | 7.91% | 9.26% |
| Russell 1000 Value Index - TR                                    | -3.17%     | 1.79% | 14.44%     | 11.05% | 6.23% | 7.37% |

**Performance data quoted represents past performance. Past performance is no guarantee of future results so that shares, when redeemed, may be worth more or less than their original cost. The investment return and principal value will fluctuate. Current performance may be higher or lower than the performance quoted. For current month-end performance call 1-866-759-5679 or visit [www.alpsfunds.com](http://www.alpsfunds.com). Performance includes reinvested distributions and capital gains.**

Market Price is based on the midpoint of the bid/ask spread at 4 p.m. ET and does not represent the returns an investor would receive if shares were traded at other times.

Performance data prior to 6/21/2022 reflects the performance of the Fund as managed under the OSI ETF Trust.

<sup>1</sup> The O'Shares U.S. Quality Dividend Index performance information reflects the blended performance of the FTSE USA Qual/Vol/Yield Factor 5% Capped Index through 5/31/2020 and the O'Shares U.S. Quality Dividend Index thereafter.

<sup>2</sup> Effective 3/31/2023, the Morningstar US Large-Mid Cap Broad Value Index replaced the Russell 1000 Value Index as the Fund's secondary benchmark.

## Investment Objective

OUSA seeks to track the performance (before fees and expenses) of the O'Shares U.S. Quality Dividend Index (OUSAX).

## Fund Details

|                                 |              |
|---------------------------------|--------------|
| Ticker:                         | OUSA         |
| Underlying Index:               | OUSAX        |
| Listing Exchange:               | Cboe BZX     |
| CUSIP:                          | 00162Q387    |
| Inception Date <sup>3</sup> :   | 7/14/2015    |
| Distributions Paid:             | Monthly      |
| Total Operating Expenses:       | <b>0.48%</b> |
| 30-Day SEC Yield <sup>4</sup> : | 1.66%        |

## Top 10 Holdings<sup>5</sup>

|       |                            |       |
|-------|----------------------------|-------|
| AAPL  | Apple Inc                  | 5.01% |
| MSFT  | Microsoft Corp             | 4.97% |
| CMCSA | Comcast Corp               | 4.87% |
| VZ    | Verizon Communications Inc | 3.96% |
| V     | Visa Inc                   | 3.83% |
| JPM   | JPMorgan Chase & Co        | 3.76% |
| MA    | Mastercard Inc             | 3.31% |
| HD    | Home Depot Inc/The         | 3.24% |
| UNH   | UnitedHealth Group Inc     | 2.91% |
| LLY   | Eli Lilly & Co             | 2.79% |

## Index Description

As of **September 30, 2023**, the index consisted of 100 equities, with weighted average market cap of approximately **\$449,576 million**, target index dividend yield<sup>6</sup> of **2.00%**, and diversified across 8 industries with largest allocations to **Information Technology, Health Care and Financials**.

<sup>3</sup> Date reflects the commencement of investment operations.

<sup>4</sup> 30-Day SEC Yield: reflects the dividends and interest earned during the period, after the deduction of the Fund's expenses.

<sup>5</sup> As of 9/30/2023, subject to change

<sup>6</sup> Target Index Dividend Yield: the weighted average dividend yield of the underlying constituents. Dividend Yield: a financial ratio that shows how much a company pays out in dividends each year relative to its share price.

## Solution Based Partnership

### SS&C ALPS Advisors

Headquartered in Denver, CO with over \$20 billion under management as of September 30, 2023, SS&C ALPS Advisors is an open architecture boutique investment manager offering portfolio building blocks, active insight and an unwavering drive to guide clients to investment outcomes across sustainable income, thematic and alternative growth strategies.

### O'Shares Investments

O'Shares Investments is an independent index provider of innovative, rules-based investment solutions for long-term wealth management. Our customized index strategies reflect an emphasis on quality across our family of investment indexes and are designed for asset managers, advisors and investors.

## ETF Advantages

OUSA is a passively managed fund with all of the structural benefits of an ETF.



\* Upon redemption, the ETF issuer delivers underlying securities "in kind" which can reduce the fund's tax burden and provide higher after tax returns for investors.

\*\* Ordinary brokerage fees apply. This notice is provided to you for informational purposes only, and should not be considered tax advice. Please consult your tax advisor for further assistance.

## Important Disclosures & Definitions

**An investor should consider the investment objectives, risks, charges and expenses carefully before investing. This material must be preceded or accompanied by the prospectus. Read the prospectus carefully before investing.**

Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemable.

Performance data quoted represents past performance. Past performance is no guarantee of future results; current performance may be higher or lower than performance quoted.

All investments are subject to risks, including the loss of money and the possible loss of the entire principal amount invested. Additional information regarding the risks of this investment is available in the prospectus.

Concentration in a particular industry or sector will subject the Fund to loss due to adverse occurrences that may affect that industry or sector. The Fund may use derivatives which may involve risks different from, or greater than, those associated with more traditional investments. A Fund's emphasis on dividend-paying stocks involves the risk that such stocks may fall out of favor with investors and underperform the market. Also, a company may reduce or eliminate its dividend after the Fund's purchase of such a company's securities.

The Fund employs a "passive management" - or indexing - investment approach and seeks investment results that correspond (before fees and expenses) generally to the performance of its underlying index. Unlike many investment companies, the Fund is not "actively" managed. Therefore, it would not necessarily sell or buy a security unless that security is removed from or added to the underlying index, respectively.

**FTSE USA Qual/Vol/Yield Factor 5% Capped Index:** designed to measure the performance of publicly-listed large-capitalization and mid-capitalization dividend-paying issuers in the United States that meet certain requirements for market capitalization, liquidity, high quality, low volatility and dividend yield.

**Morningstar US Large-Mid Cap Broad Value Index:** designed to provide comprehensive, consistent representation of the large-mid cap value segment of the US equity market.

**O'Shares U.S. Quality Dividend Index:** designed to measure the performance of publicly-listed large-capitalization and mid-capitalization dividend-paying issuers in the United States that meet certain market capitalization, liquidity, high quality, low volatility and dividend yield thresholds. The high quality and low volatility requirements are designed to reduce exposure to high dividend equities that have experienced large price declines.

**Russell 1000 Value Index:** measures the performance of the large-cap value segment of the US equity universe. It includes those Russell 1000 companies with lower price-to-book ratios and lower expected growth values.

One may not invest directly in an index.

ALPS Advisors, Inc. and ALPS Portfolio Solutions Distributor, Inc., affiliated entities, are unaffiliated with O'Shares Investments.

ALPS Portfolio Solutions Distributor, Inc. is the distributor for the Fund.

Not FDIC Insured • No Bank Guarantee • May Lose Value

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