

ALPS Global Travel Beneficiaries ETF

Quarterly Insights | Q4 2023

Key Takeaways

- The ALPS Global Travel Beneficiaries ETF (JRNY) gained +12.54% in Q4 2023 as global growth stocks rebounded on optimism that interest rates and inflation may be peaking.
- Hotels, Casinos & Cruise Lines was JRNY's best-performing segment for the quarter, contributing 4.66% to fund performance.
- Expedia Group Inc. (**EXPE US, 2.51% weight***) was the top performer in JRNY, gaining +47.27% in Q4 2023 as the company posted better-than-expected earnings and announced a new share repurchase program.

Performance Notes

- The ALPS Global Travel Beneficiaries ETF (JRNY) returned +12.54% last quarter, outperforming broad global markets as represented by the Morningstar Global Markets Index (MSGMUSDN), which returned +11.05%. Travel demand remained strong for 2023 with several holidays in the last quarter of the year while global growth stocks also rebounded on optimism that interest rates and inflation may be peaking.
- JRNY's relative overweight to the Consumer Discretionary and Industrial sectors provided positive performance against the Morningstar Global Markets Index in the final quarter of the year. Uber Technologies Inc. (**UBER, 4.33% weight***) was one of the best performing names within the Industrials sector, +33.88%. The rideshare company had steady gains in the quarter as it was added to the S&P 500, along with multiple positive analyst notes highlighting strong travel trends in the US.

Strategy

- **Diversification:** Access to a broad global travel ecosystem and other travel beneficiaries to provide holistic exposure to secular tailwinds in global travel
- **Long-term Capital Appreciation:** Thematic Alpha
- **Exposure:** Global All-cap Equity Exposure

Attribution

- During the fourth quarter of 2023, the Hotels, Casinos & Cruise segment had the highest contribution-to-return (CTR) for JRNY, returning +4.66%. Airlines & Airport Services had the lowest CTR, although still positive, returning +1.23%. The biggest detractor from the Airlines & Airport Services segment was Turkish Airlines (**THYAO TI, 0.56% weight***) which fell -12.50% but did announce they will expand to more than 800 commercial airplanes (from 429 as of 9/30/2023) by 2033.
- Hospitality company, Hilton Worldwide Holdings Inc. (**HLT, 4.58% weight***), gained 21.36% last quarter in JRNY's Hotels, Casinos & Cruise segment as Hilton rode momentum within the space and announced an additional \$3B stock buyback program based on its solid cash flows and revenue per available room (RevPAR) trends.
- JRNY's Booking & Rental Agencies segment was spearheaded by Expedia Group Inc. (**EXPE US, 2.51% weight***), highlighted below in the Company Spotlight, and by Lyft Inc. (**LYFT, 0.29% weight***), which rose +42.22%. The rideshare company rode the same travel momentum as Uber (above) and it had 45% more driver hours vs one year ago.
- Lastly, American Express Company (**AXP, 4.76% weight***) led all names higher in the Global Travel Beneficiaries segment after the payments company gained +26.08% in Q4 with its CEO seeing 10%+ revenue growth in 2024 and beyond as achievable.

* Weight in JRNY as of 12/31/2023

Performance Summary

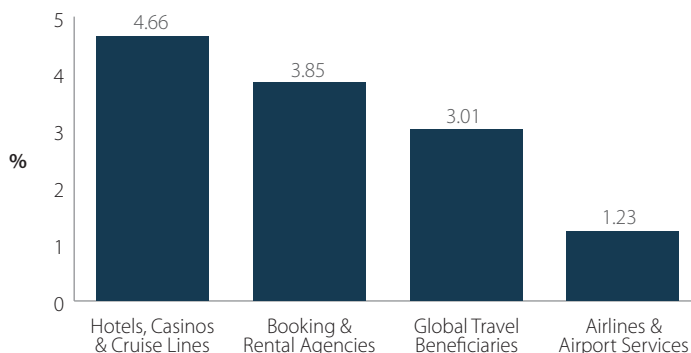
	Q4 2023	YTD	1 Y
JRNY (NAV)	12.54%	20.00%	20.00%
S-Network Global Travel Index - NTR	12.68%	20.70%	20.70%
Morningstar Global Markets Index - NTR	11.05%	21.33%	21.33%

As of 12/31/2023

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. Performance includes reinvested distributions and capital gains.

For standardized performance please see page 3.

JRNY Thematic Segment Performance – Q4 2023



Source: Bloomberg L.P., as of 12/31/2023

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Valuation Update

As of the quarter ended December 31, 2023, JRNY exhibited a price-to-earnings (P/E) ratio of 18.43x. JRNY exhibits a slightly higher P/E multiple relative to the MSGMUSDN due to its higher global growth allocation, providing exposure to a myriad of goods, entertainment and leisure businesses set to rebound as travel spending continues to grow with inflationary pressures expected to ease in 2024.

JRNY Top/Bottom Performers Q4 2023

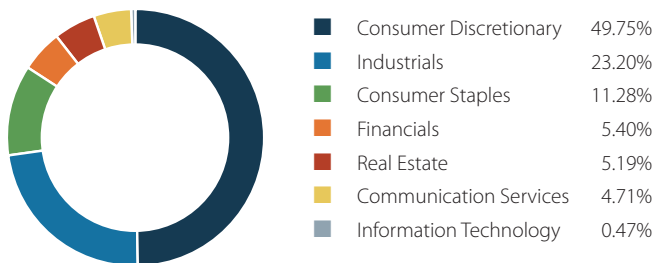
Leaders	Performance	Theme
EXPEDIA GROUP INC (EXPE US)	47.27%	Booking & Rental Agencies
LYFT INCA (LYFT US)	42.22%	Booking & Rental Agencies
TUI AG (TUI1 GR)	41.36%	Booking & Rental Agencies

Laggards	Performance	Theme
SEGA SAMMY HOLDINGS INC (6460 JP)	-24.39%	Global Travel Beneficiaries
TONGCHENG TRAVEL HOLDINGS LT (780 HK)	-15.80%	Booking & Rental Agencies
HERTZ GLOBAL HLDGS INC (HTZ US)	-15.18%	Booking & Rental Agencies

Source: SS&C ALPS Advisors, as of 12/31/2023

Past performance is no guarantee of future results.

Sector Allocations



* Weight in JRNY as of 12/31/2023

Price Multiples

	JRNY	Morningstar Global Markets Index
Price/Earnings Ratio	18.43x	17.80x
Price/Cash Flow Ratio	8.02x	11.28x
Price/Sales Ratio	1.53x	1.77x
Average Market Capitalization (in Mil, \$)	77,558	420,032

Source: Bloomberg L.P, as of 12/31/2023

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Q4 2023 Company Spotlight

Company: Expedia Group Inc. (EXPE US, 2.51% weight*)

Segment: Booking & Rental Agencies

- Expedia Group, an online travel booking service, headquartered in Seattle, was the top performer in JRNY for the fourth quarter, +47.27%.
- Expedia rallied during the final quarter of 2023 after posting better-than-expected earnings on strong travel bookings and announcing a new \$5 billion share repurchase program during their Q3 earnings report. Strong earnings numbers, coupled with reiterating fiscal year guidance, propelled the stock higher in Q4.
- The company also emphasized the resilience of the travel industry as it looks ahead to 2024 with the stock skyrocketing +73.28% in 2023.

ALPS Global Travel Beneficiaries ETF (JRNY) Performance as of 12/31/2023

Total Returns	Cumulative				Annualized	
	1 M	3 M	YTD	SI ¹	1 Y	SI ¹
NAV (Net Asset Value)	8.48%	12.54%	20.00%	-3.24%	20.00%	-1.41%
Market Price	8.24%	12.40%	19.91%	-3.36%	19.91%	-1.47%
S-Network Global Travel Index - NTR	8.53%	12.68%	20.70%	-2.10%	20.70%	-0.91%
Morningstar Global Markets Index - NTR	5.11%	11.05%	21.33%	0.90%	21.33%	0.39%

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. 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.

¹ Fund inception date: 9/8/2021

Total Operating Expenses: **0.65%**

Top 10 Holdings

American Express Co	4.76%	LVMH Moet Hennessy Louis Vuitton SE	4.49%
Booking Holdings Inc	4.69%	Oriental Land Co Ltd/Japan	4.41%
Marriott International Inc/MD	4.64%	Uber Technologies Inc	4.33%
Hilton Worldwide Holdings Inc	4.58%	Walt Disney Co/The	4.19%
Estee Lauder Cos Inc/The	4.51%	L'Oreal SA	4.17%

Source: Bloomberg L.P., as of 12/31/2023, subject to change

Daily holdings are available at www.alpsfunds.com.

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Important Disclosures & Definitions

An investor should consider the investment objectives, risks, charges, and expenses carefully before investing. To obtain a prospectus containing this and other information, call 1-866-759-5679 or visit www.alpsfunds.com. 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.

Diversification does not eliminate the risk of experiencing investment losses.

The Fund is subject to investment and operational risks associated with the travel industry. Companies engaged in the travel industry may be adversely affected by a downturn in economic conditions that can result in decreased demand for travel. These companies may be significantly impacted by the performance of the overall economy, changing consumer tastes and demands, consumer discretionary income levels, intense competition, technological developments, and government regulation. Additionally, uncertainty regarding international travel and other events such as political or social violence, terrorist attacks, and biological outbreaks may significantly impact the travel and vacation industry.

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.

Morningstar Global Markets Index: measures the performance of the stocks located in the developed and emerging countries across the world. Stocks in the index are weighted by their float capital, which removes corporate cross ownership, government holdings and other locked-in shares.

Price/Cash Flow (P/CF) Ratio: represents the weighted average of the price/cash flow ratios of the stocks in a portfolio. Price/cash flow represents the amount an investor is willing to pay for a dollar generated from a particular company's operations.

Price/Earnings (P/E) Ratio: a valuation ratio of a company's current share price compared to its per-share earnings.

Price/Sales (P/S) Ratio: represents the weighted average of the price/sales ratios of the stocks in a portfolio. Price/sales represent the amount an investor is willing to pay for a dollar generated from a particular company's operations.

S-Network Global Travel Index: a rules-based methodology developed by S-Network Global Indexes Inc., which is designed to identify exchange-traded stocks of companies that are materially engaged in the global travel industry, including four segments: Airlines & Airport Services; Hotels, Casinos, Cruise Lines; Booking & Rental Agencies; and Ancillary Beneficiaries, which is based on the research of the Index Provider.

Thematic Alpha: the excess return of an investment relative to the return of a benchmark index that can be attributed to thematic investment strategies.

One may not invest directly in an index.

ALPS Advisors, Inc., registered investment adviser with the SEC, is the investment adviser to the Fund. ALPS Advisors, Inc. is affiliated with ALPS Portfolio Solutions Distributor, Inc.

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

Not FDIC Insured • No Bank Guarantee • May Lose Value

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