



# Sprott Zacks Junior Gold Miners Index

The Sprott Zacks Junior Gold Miners Index was co-developed by Sprott Asset Management LP and Zacks Index Services. The Index uses a transparent, rules-based methodology that is designed to identify junior gold stocks with attractive investment merit. The methodology was developed by leveraging Sprott's experience as a long-time gold sector investor and Zacks research capabilities. The Index is designed to incorporate the factors that have historically been strong predictors of long-term performance of junior gold stocks. The 4-step process of selecting the stocks, weighting them in the Index and rebalancing semi-annually ensures that the Index reflects the most current factor scores.

## HOW THE INDEX WORKS

Junior Gold Stocks

### STEP 1 Refining the Investment Universe

The Index selects 30 to 40 companies with market capitalization between approximately \$250 million to \$2 billion that are listed on a U.S. or Canadian exchange. Excluding companies with market capitalization below \$250 million aims to exclude very early stage exploration companies whose historical success rate is low.

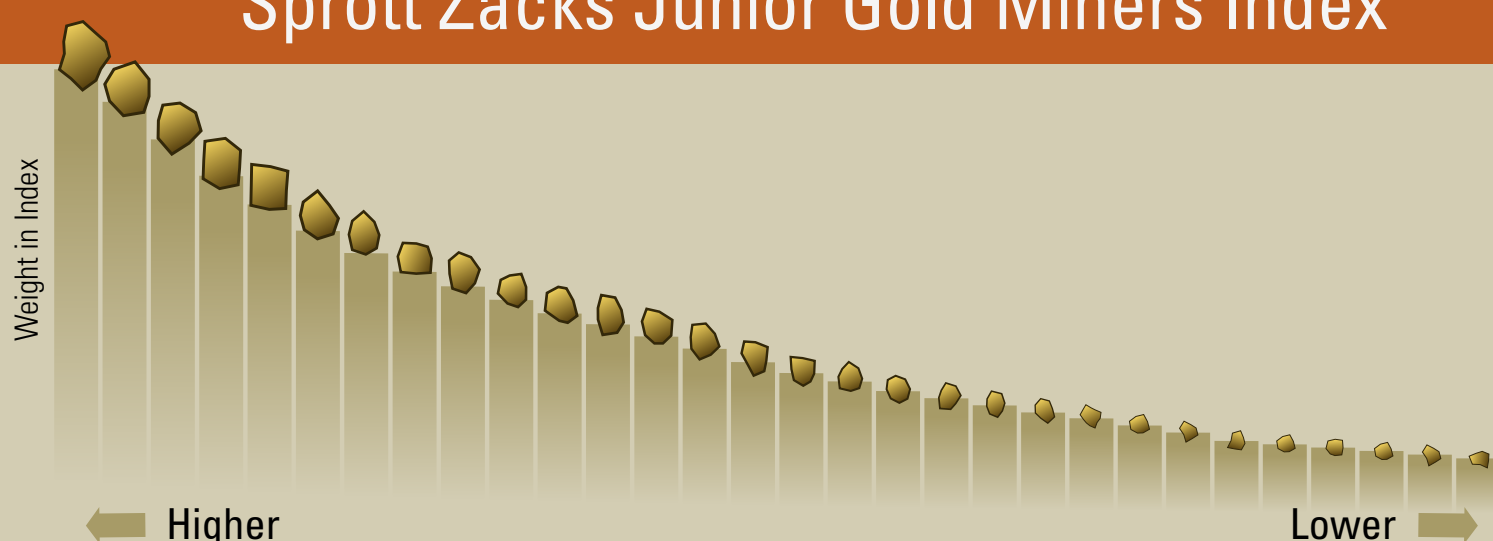
### STEP 2 MEASURE Revenue Growth

Revenue growth has been a strong indicator of how a junior miner is progressing towards becoming an emerging or intermediate producer. The revenue growth screen is based on quarterly revenue growth and measured on a year-over-year basis. Companies with the highest revenue growth scores are rewarded with higher weighting in the Index, while slower revenue growers are penalized.

### STEP 3 MEASURE Price Momentum

Stock price momentum can identify leadership within the sector and may be an especially meaningful factor when evaluating exploration companies that are not yet generating revenue. Stronger price momentum of junior gold companies may be driven by a number of potential factors such as a new discovery, mine development or a joint venture. Companies with the strongest relative stock price momentum scores are rewarded with higher weighting in the Index, while companies with weaker price momentum are penalized.

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### STEP 4 Semi-Annual Rebalancing

The Index rebalances its holdings on a semi-annual basis to incorporate the latest results into its screening process, allowing it to adjust its constituents and their weightings based on their latest factor scores. This ensures that companies with the highest factor scores are represented in the Index on a semi-annual basis.



## Sprott Junior Gold Miners ETF

The Fund seeks to deliver exposure to the Sprott Zacks Junior Gold Miners Index.



ZAXSGDJ Index (inception 3/2/2015) is comprised of between 30 to 40 stocks selected, based on investment and other criteria, from a universe of gold and silver mining companies whose stock is listed on a major U.S. or Canadian exchange. The stocks are selected using a proprietary, quantitative rules-based methodology developed by Zacks Index Services.



**An investor should consider the investment objectives, risks, charges and expenses carefully before investing. To obtain a prospectus, which contains this and other information please contact your financial professional or call 1.855.215.1425. Read the prospectus carefully before investing.**

**Sprott Junior Gold Miners ETF shares are not individually redeemable. Investors buy and sell shares of the Sprott Junior Gold Miners ETF on a secondary market. Only market makers or "authorized participants" may trade directly with the Fund, typically in blocks of 50,000 shares.**

**The Fund is not suitable for all investors. There are risks involved with investing in ETFs including the loss of money. The Fund is considered non-diversified and can invest a greater portion of assets in securities of individual issuers than a diversified fund. As a result, changes in the market value of a single investment could cause greater fluctuations in share price than would occur in a diversified fund.**

The Fund will be concentrated in the gold and silver mining industry. As a result, the Fund will be sensitive to changes in, and its performance will depend to a greater extent on, the overall condition of the gold and silver mining industry. Also, gold and silver mining companies are highly dependent on the price of gold and silver bullion. These prices may fluctuate substantially over short periods of time so the Fund's share price may be more volatile than other types of investments.

Funds investing in foreign and emerging markets will also generally experience greater price volatility. There are risks involved with investing in ETFs including the loss of money. Diversification does not eliminate the risk of experiencing investment losses.

ETFs are considered to have continuous liquidity because they allow for an individual to trade throughout the day.

The Sprott Junior Gold Miners ETF is a new product with a limited operating history.

ALPS Portfolio Solutions Distributor, Inc. is the Distributor for the Sprott Junior Gold Miners ETF.