TD Q Global Multifactor ETF

as of September 30, 2024

2024 Q3

Why Invest?

This ETF seeks to offer investors:

1. A core global equity ETF solution, leveraging the expertise of the Quantitative portfolio management team at TDAM
2. A strategy that optimally diversifies exposure to multiple key drivers of risk-adjusted returns
3. Added layer of portfolio optimization aims to offset risk exposures

Investment Objective

The **TD Q Global Multifactor ETF ("TQGM")** is focused on delivering long-term capital appreciation by using a quantitative investment approach to invest in equity securities from issuers around the world.

ETF Details

Ticker	TQGM
Exchange	Toronto Stock Exchange (TSX)
Currency	CAD
Portfolio Advisor	TD Asset Management Inc.
Management Team	Laurie-Anne Davison, CFA, CAIA, Alex Sandercock, CFA, Julien Palardy, CFA
Category	Global Equity
Investment Style	Active
Benchmark	MSCI World Index (Net Dividend, C$)
Management Expense Ratio	0.45%
Eligible for Registered Plan	Yes
Distribution Frequency	Quarterly
Listed Date	November 26, 2019
Risk Rating	Low to Medium

Quarterly Commentary

as of September 30, 2024

The TD Q Global Multifactor ETF ("TQGM", the "ETF") generated positive returns for the third quarter of 2024 and outperformed its benchmark. An aversion to the Information Technology sector was the largest contributor to returns as this sector underperformed the benchmark. Security selection within the Consumer Staples and Information Technology sectors also added to returns. This was partially offset by negative security selection results within the Utilities sector and a bias to the Energy sector.

Regionally, positive stock selection results within the United States and United Kingdom were the largest contributors to returns. This was partially offset by negative security selection results within Japan.

Global equity markets mostly rebounded from their deep mid-summer selloff, with some markets hitting new all-time highs. The U.S. economy continues to remain a bright spot amongst global regions and U.S. markets have largely rallied on the anticipation, and eventual confirmation, of a U.S. Federal Reserve (the "Fed") rate cut. With global inflation trending down, most regions are now cutting rates, aside from Japan, which hiked rates during the summer. Japan's surprise 15 basis point ("bps") increase in its primary policy rate surprised markets and spurred a strengthening of the Japanese Yen versus the U.S. dollar. While the eurozone's purchase manager index ("PMI") contracted during the period, unemployment continues to remain below long-term historical averages, and household savings are robust which bodes well for eventual economic growth in the eurozone. China delivered its most aggressive stimulus measures since the COVID-19 pandemic. Though mostly monetary stimulus, it was enough to prop up Chinese equities which have been largely negative over the last three years.

Using a quantitative multi-variate stock selection strategy and optimized portfolio construction process, the ETF's positioning currently favours an overweight exposure to the Consumer Staples, Industrials sectors and Consumer Discretionary sectors as well as an underweight exposure to the Information Technology, Health Care and Financials sectors.

For more information, please visit
www.tdassetmanagement.com