

The following is only a summary of the principal features of this ETF. You can find more detailed information about the ETF in the prospectus. The prospectus is available on AlphaPro Management Inc.'s website at www.horizonsetfs.com, or by contacting AlphaPro Management Inc. at info@horizonsetfs.com, or by calling 416-933-5745.

Quick Facts

Exchange	Toronto Stock Exchange (TSX)	Ticker Symbol	HAC
Currency	Canadian dollars	Benchmark	5% annualized return
Distributions Frequency	Annually (if any)	Inception Date	November 19, 2009
CUSIP	44049U104	RSP Eligibility	RRSP, RRIF, DPSP, RDSP, RESP or TFSA eligible
Investment Manager	Horizons ETFs Management (Canada) Inc.	DRIP Eligibility	Not eligible
Performance Fee	(see "Performance Fee" below)	Management Expense Ratio (MER)	2.32% (as at December 31, 2016, see "ETF Expenses" below)

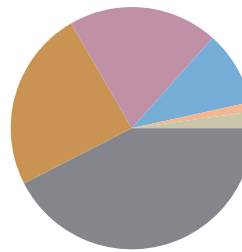
Investment Objective

The investment objective of the ETF is to seek to provide long term capital appreciation in all market cycles by tactically allocating its exposure amongst equities, fixed income, commodities and currencies during periods that have historically demonstrated seasonal trends.

Top Holdings (as at June 30, 2017)

Top Holdings	% of NAV
Horizons S&P 500® Index ETF	39.6%
Horizons US 7-10 Year Treasury Bond ETF	14.9%
Horizons Cdn Select Universe Bond ETF	10.2%
Horizons Active Floating Rate Bond ETF	9.8%
Horizons Active US Floating Rate Bond (USD) ETF	9.3%
Horizons Gold ETF	5.0%
Horizons S&P/TSX Capped Energy Index ETF	5.0%
iShares Nasdaq Biotechnology ETF	2.9%

Asset Mix (as at June 30, 2017)



■ U.S. Equities	42.5%
■ U.S. Fixed Income	24.2%
■ Canadian Fixed Income	20.0%
■ Commodity ETFs	9.9%
■ Currency Forward Hedge*	1.3%
■ Cash, cash equivalents and net other assets	2.2%

* No annotation text

Key Investment Strategies

The ETF invests primarily in exchange traded products and futures contracts to gain exposure to the performance of broad markets or sector markets that at various times of the year have historically performed favourably. At times, the ETF will seek to profit from short-term strategic opportunities with long or short exposure to broad markets or sector markets. At any time, the ETF may have a significant amount of its portfolio in fixed-income securities, cash or cash equivalents in order to react to market conditions and/or preserve capital. While the ETF may seek to achieve its investment objective and implement these investment strategies by investing primarily in exchange traded products that provide exposure to broad markets, sector markets, and fixed-income securities, the ETF may seek exposure by investing directly or by employing indirect alternatives that are consistent with the ETF's investment objectives. The ETF may be exposed to commodities markets. The ETF may engage in a limited amount of short selling.

Risk

All investments involve risk. When you invest in the ETF the value of your investment can go down as well as up. For a description of the specific risks of this ETF, see the ETF's prospectus.

Statement of Rights

Under securities law in some provinces and territories, you have the right to:

- cancel your purchase within 48 hours after you receive confirmation of the purchase, or
- other rights and remedies if this document or prospectus contains a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

ETF Expenses

You don't pay these expenses directly. They affect you because they reduce the ETF's returns.

		Annual Rate (as a % of the ETF's value as at December 31, 2016)
Management expense ratio ("MER")	(This is the total of the ETF's management fee and operating expenses.)	2.32%
Trading expense ratio ("TER")	(These are the ETF's trading costs.)	0.24%
Total ETF expenses	(The amount included for Total ETF expenses is the amount arrived at by adding the MER and the TER.)	2.56%

Performance Fee

The ETF pays to the Manager a performance fee, if any, equal to 20% of the amount by which the performance of the ETF, at any date on which the fee is payable, (i) exceeds a "high water mark" and (ii) is greater than an annualized return of 5%. The performance fee is included in the MER set out above. For a full description of the performance fee of this ETF, see the ETF's prospectus.

Other Fees

The Manager of the ETF, may, at its discretion, charge dealers redeeming a prescribed number of units of the ETF a redemption charge of up to 0.25% of the redemption proceeds. The Manager will publish the current redemption charge, if any, on its website, www.horizonsetfs.com.

A redemption charge will not be charged to a unitholder selling units of the ETF on the TSX. You may pay brokerage fees to your dealer when you purchase and sell units of the ETF.

Subscribe for regular email updates

To stay informed, subscribe to our weekly newsletter at www.horizonsetfs.com

Commissions, trailing commissions, management fees and expenses all may be associated with an investment in exchange traded products managed by AlphaPro Management Inc. and Horizons ETFs Management (Canada) Inc. (the "Horizons Exchange Traded Products"). The Horizons Exchange Traded Products are not guaranteed, their values change frequently and past performance may not be repeated. The prospectus contains important detailed information about the Horizons Exchange Traded Products. Please read the prospectus before investing.

The Horizons Exchange Traded Products include the Horizons Index ETFs ("Index ETFs"), Bull Plus and Bear Plus ETFs ("Plus ETFs"), Inverse ETFs ("Inverse ETFs"), VIX ETFs (defined below) and actively managed ETFs. The Plus ETFs and certain other Horizons Exchange Traded Products use leveraged investment techniques that magnify gains and losses and result in greater volatility in value. These Horizons Exchange Traded Products are subject to leverage risk and may be subject to aggressive investment risk and price volatility risk, which, where applicable, are described in their respective prospectuses. Each Plus ETF seeks a return, before fees and expenses, that is either 200% or -200% of the performance of a specified underlying index, commodity or benchmark (the "Target") for a single day. Each Index ETF or Inverse ETF seeks a return that is 100% or - 100%, respectively, of the performance of a Target. Due to the compounding of daily returns, a Plus ETF's or Inverse ETF's returns over periods other than one day will likely differ in amount and possibly direction from the performance of their respective Target(s) for the same period. The Horizons Exchange Traded Products whose Target is the S&P 500 VIX Short-Term Futures Index(tm) (the "VIX ETFs"), one of which is a Plus ETF, one of which is an Inverse ETF, and one of which is an Index ETF, as described in their prospectus, are speculative investment tools that are not conventional investments. The VIX ETFs' Target is highly volatile. As a result, the VIX ETFs are not generally viewed as stand-alone long-term investments. Historically, the VIX ETFs' Target has tended to revert to a historical mean. As a result, the performance of the VIX ETFs' Target is expected to be negative over the longer term and neither the VIX ETFs nor their Target are expected to have positive long term performance. Investors should monitor their holdings, as frequently as daily, to ensure that they remain consistent with their investment strategies.

"Standard & Poor's®" and "S&P®" are registered trademarks of Standard and Poor's Financial Services LLC ("S&P"), "TSX®" is a registered trademark of TSX Inc. ("TSX"), VIX® is a registered trademark of Chicago Board Options Exchange, Incorporated ("CBOE") and Morningstar® is a registered trademark of Morningstar, Inc. ("Morningstar"). These marks have been licensed for use by AlphaPro Management Inc. and Horizons ETFs Management (Canada) Inc. where applicable. The S&P/TSX 60 Index is a product of S&P Dow Jones Indices LLC ("SPDJI") and has been licensed for use by AlphaPro Management Inc. and Horizons ETFs Management (Canada) Inc. where applicable. The Horizons Exchange Traded Products are not sponsored, endorsed, sold, or promoted by S&P, SPDJI, TSX, CBOE or Morningstar or their respective affiliated companies and none of these parties make any representation, warranty or condition regarding the advisability of buying, selling or holding units/shares in the Horizons Exchange Traded Products. All trademarks/service marks are registered by their respective owners. Complete trademark and service-mark information is available at <http://www.horizonsetfs.com/pub/en/Trademark.aspx>.

The ETF is not sponsored, promoted, sold or supported in any other manner by Solactive AG, nor does Solactive AG offer any express or implicit guarantee or assurance either with regard to the results of using the index and/or its trade mark or prices at any time or in any other respect. The index is calculated and published by Solactive AG. Solactive AG uses its best efforts to ensure that the index is calculated correctly. Irrespective of its obligations towards the ETF or the manager, Solactive AG has no obligation to point out errors in the index to third parties including but not limited to investors and/or financial intermediaries of the ETF. Neither publication of the index by Solactive AG nor the licensing of the index or trade marks for the purpose of use in connection with the ETF constitutes a recommendation by Solactive AG to invest capital in an ETF nor does it in any way represent an assurance or opinion of Solactive AG with regard to any investment in the ETF.