Industry 4.0
Technology is very impactful in driving forward economic and social change. Humans are now living in the fourth phase of industrialization, known as “Industry 4.0,” which involves the merging of the physical and digital worlds. Now that microchips and processing power are sufficiently cost-effective to use in almost all industries, this technology can be used to create more intelligent machines and work processes.

Gain Exposure to World-leading Companies Involved in the Development and Creation of Industry 4.0
The Horizons Industry 4.0 Index ETF (“FOUR”) seeks to replicate, to the extent possible, the performance of the Solactive Industry 4.0 Index (the “Index”), net of expenses. The Index is designed to provide exposure to the performance of equity securities of companies that are involved in the transformation of manufacturing and the industrial market through the development or implementation of new technologies and innovations. FOUR hedges the U.S. dollar exposure of the underlying assets back into Canadian dollars to the best of its ability.

FOUR is a passively managed portfolio of global stocks that provide exposure to the world’s leading companies involved in the development and creation of Industry 4.0.

Key Features:
- Gain diversified exposure to Industry 4.0 – potentially the biggest driver of economic growth over the next two decades
- Get exposure to 10 leading companies (in terms of market capitalization) in each industry of Advanced Robotics, Internet of Things (“IoT”), Cloud & Big Data, Cyber Security, as well as Augmented Reality & 3D Printing
- Stocks are held in equal weight when rebalanced quarterly, which creates a buy-low/sell-high discipline
The Solactive Industry 4.0 Index:
The Index uses a flexible methodology to find and invest in companies integral to various industry classifications of Industry 4.0. Currently, the Index is sub-divided into five categories: 1. Advanced Robotics, 2. IoT, 3. Cloud & Big Data, 4. Cyber Security and 5. Augmented Reality & 3D Printing.

To be included in the Index, companies must meet the following requirements:

- Must be listed on a regulated stock exchange in Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, United Kingdom and/or the United States
- A minimum security level market capitalization of at least USD $200 million
- A minimum average daily value traded of at least USD $2 million over one month and over six months prior to and including the selection day

Each of the five Index categories and their individual components are weighted equally.

Index Categories – The Technologies of Industry 4.0:

- **Advanced Robotics**: Two key areas include:
  - Robotics and Automation: Companies involved in the design, creation and application of mechanical devices that can perform tasks and interact with their environments without human interaction.
  - Artificial Intelligence (A.I.): Companies that are involved in developing applications, technologies and products that utilize A.I. for data analysis, predictive analytics, task automation and other applications.

- **IoT**: The ‘Internet of Things’ describes a growing network of connected devices and objects that use network-enabled sensors, chips and processors – allowing them to interact with other devices on a network

- **Cloud & Big Data**: Builds the foundation of Industry 4.0 and allows real-time communications for production systems as well as real-time decision-making support and optimization

- **Cyber Security**: Providing online and digital solutions to protect proprietary data and client information which will be absolutely vital to the success of Industry 4.0 initiatives

- **Augmented Reality & 3D Printing**: With 3D Printing, the fabrication of components becomes much more flexible, cost-effective, and available on-demand. Augmented Reality can speed-up the production chain and reduce maintenance costs

To learn more, please visit [www.HorizonsETFs.com/FOUR](http://www.HorizonsETFs.com/FOUR)