

PFIC Annual Information Statement (per unit per day basis)

For the period May 01, 2015 thru April 30, 2016

Fund	Code	Class	Ordinary Earnings (US\$)	Net Capital Gains (US\$)	Cash/Property Distributions (US\$)
Horizons Active Corporate Bond ETF	HAB	E	0.0007663651	0.0001115237	0.2501891661
Horizons Active Corporate Bond ETF	HAB	V	0.0007663651	0.0001115237	0.2286493402
Horizons Active Global Fixed Income ETF**	HAF	E	0.0010101396	0.0002492980	0.2130328920
Horizons Active Global Fixed Income ETF**	HAF	V	0.0010101396	0.0002492980	0.1828031592
Horizons Active Floating Rate Bond ETF	HFR	E	0.0003929555	-	0.1401551514
Horizons Active Floating Rate Bond ETF	HFR	V	0.0003929555	-	0.0992036811
Horizons Active Cdn Bond ETF	HAD	E	0.0004980093	0.0001636368	0.1873686926
Horizons Active Cdn Bond ETF	HAD	V	0.0004980093	0.0001636368	0.1479874951
Horizons Active US Floating Rate Bond (USD) ETF [USD]	HUF.U	E	0.0001705718	-	0.2181803923
Horizons Active US Floating Rate Bond (USD) ETF [USD]	HUF.U	V	0.0001705718	-	0.1756990170
Horizons Morningstar Hedge Fund Index ETF	HHF	E	0.0004702161	-	-
Horizons Morningstar Hedge Fund Index ETF	HHF	V	0.0004702161	-	-
Horizons Active High Yield Bond ETF	HYI	E	0.0003681589	-	0.4018870706
Horizons Active High Yield Bond ETF	HYI	V	0.0003681589	-	0.3639272789
Horizons Active Floating Rate Senior Loan ETF	HSL	E	-	0.0000782594	0.2442897918
Horizons Active Floating Rate Senior Loan ETF	HSL	V	-	-	0.2060909214
Horizons Active Cdn Municipal Bond ETF	HMP	E	0.0004865536	-	0.0896636183
Horizons Active Cdn Municipal Bond ETF	HMP	V	0.0004865536	-	0.0627997078
Horizons Seasonal Rotation ETF**	HAC	E	0.0027488377	0.0013278284	-
Horizons Seasonal Rotation ETF**	HAC	V	0.0027488377	0.0013278284	-
Horizons Active Global Dividend ETF	HAZ	E	0.0011782564	0.0005275322	0.3228098448
Horizons Active Global Dividend ETF	HAZ	V	0.0011782564	0.0005275322	0.2151030892
Horizons Active Canadian Dividend ETF	HAL	E	0.00087699	0.00035293	0.32385679
Horizons Active Canadian Dividend ETF	HAL	V	0.00063918	0.00035463	0.23318027
Horizons Active Emerging Markets Dividend ETF	HAI	E	0.00080451	-	0.20228129
Horizons Active Emerging Markets Dividend ETF	HAI	V	0.00059146	-	0.12248910
Horizons Active US Dividend ETF	HAU	E	0.00041828	0.00085244	0.18390683
Horizons Active US Dividend ETF	HAU	V	0.00023927	0.00085228	0.11838945
Horizons Managed Global Opportunities ETF	HGM	E	0.00152451	-	0.06971767
Horizons Managed Global Opportunities ETF	HGM	F	0.00160627	-	0.05675324
Horizons Managed Global Opportunities ETF	HGM	V	0.00133553	-	0.05014291
Horizons Active Preferred Share ETF	HPR	E	0.0006519853	-	0.2702208635
Horizons Active Preferred Share ETF	HPR	V	0.0006519853	-	0.2379468011
Horizons Active Floating Rate Preferred Share ETF	HFP	E	-	-	0.2553143646
Horizons Active Floating Rate Preferred Share ETF	HFP	V	-	-	0.2212296056
BetaPro Gold Bullion 2x Daily Bull ETF	HBU	A	-	-	-
BetaPro Gold Bullion -2x Daily Bear ETF	HBD	A	-	-	-
BetaPro Silver 2x Daily Bull ETF	HZU	A	-	-	-

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BetaPro Silver -2x Daily Bear ETF	HZD	A	0.0066029911	0.0053358529	-
BetaPro Crude Oil 2x Daily Bull ETF	HOU	A	-	-	-
BetaPro Crude Oil -2x Daily Bear ETF	HOD	A	0.0307651610	-	-
BetaPro Natural Gas 2x Daily Bull ETF	HNU	A	-	-	-
BetaPro Natural Gas -2x Daily Bear ETF	HND	A	0.0320014261	0.0063234437	-
BetaPro US 30-year Bond -2x Daily Bear ETF	HTD	A	-	-	-
BetaPro S&P/TSX 60™ 2x Daily Bull ETF	HXU	A	0.0056587379	-	-
BetaPro S&P/TSX 60™ -2x Daily Bear ETF	HXD	A	0.0007222705	-	-
BetaPro S&P/TSX Capped Financials™ 2x Daily Bull ETF	HFU	A	0.0034753226	-	-
BetaPro S&P/TSX Capped Financials™ -2x Daily Bear ETF	HFD	A	0.0003297673	-	-
BetaPro S&P/TSX Capped Energy™ 2x Daily Bull ETF	HEU	A	-	-	-
BetaPro S&P/TSX Capped Energy™ - 2x Daily Bear ETF	HED	A	0.0262351492	-	-
BetaPro Canadian Gold Miners 2x Daily Bull ETF	HGU	A	0.0018270430	-	-
BetaPro Canadian Gold Miners -2x Daily Bear ETF	HGD	A	0.0039359933	-	-
BetaPro S&P 500® 2x Daily Bull ETF	HSU	A	0.0131048101	-	-
BetaPro S&P 500® -2x Daily Bear ETF	HSD	A	-	-	-
BetaPro NASDAQ-100® 2x Daily Bull ETF	HQU	A	0.0139903239	-	-
BetaPro NASDAQ-100® -2x Daily Bear ETF	HQD	A	-	-	-
BetaPro S&P 500 VIX Short-Term Futures™ 2x Daily Bull ETF	HVU	A	0.0079603923	-	-
BetaPro S&P/TSX 60™ Daily Inverse ETF	HIX	A	-	-	-
BetaPro S&P 500® Daily Inverse ETF	HIU	A	-	-	-
BetaPro S&P 500 VIX Short-Term Futures™ Daily Inverse ETF	HVI	A	0.0006412805	-	-
Horizons Gold ETF	HUG	A	-	-	-
Horizons Silver ETF	HUZ	A	-	-	-
Horizons Crude Oil ETF	HUC	A	-	-	-
Horizons Natural Gas ETF	HUN	A	-	-	-
BetaPro S&P 500 VIX Short-Term Futures™ ETF	HUV	A	0.0010127141	-	-
Horizons S&P/TSX 60™ Index ETF	HXT	E	0.0030589811	0.0001292583	-
Horizons S&P/TSX Capped Energy Index ETF	HXE	E	-	-	-
Horizons S&P/TSX Capped Financials Index ETF	HXF	E	0.0101187604	0.0002314537	-
Horizons Cdn Select Universe Bond ETF	HBB	A	-	-	-
Horizons US 7-10 Year Treasury Bond ETF	HTB	A	-	-	-
Horizons S&P 500® Index ETF	HXS	A	0.0094127600	-	-
Horizons Cdn High Dividend Index ETF	HXH	E	0.0065315147	-	-
Horizons NASDAQ-100® Index ETF	HXQ	A	0.0040172031	-	-
Horizons U.S. Dollar Currency ETF	DLR	A	-	-	-
Horizons Canadian Midstream Oil & Gas Index ETF	HOG	A	-	-	0.2608311539
Horizons Cdn Insider Index ETF	HII	A	-	-	0.1807115870
Horizons China High Dividend Yield Index ETF	HCN	A	0.0074463030	-	0.1720981268

Class V units represent the Advisor Class units of the respective ETF

**Please refer to the specific statement for indirect investments allocations.

Horizons Seasonal Rotation ETF (HAC)

Indirect Allocation Summary

For the period May 01, 2015 thru April 30, 2016

U.S. persons that are a direct or indirect unit or shareholders in PFICs are required to complete Form 8621 in certain circumstances. Where a U.S. person is a unitholder in a fund that invests in securities, that person may be considered to be an indirect unit holder in those securities.

The following table is designed to assist a U.S. unitholder to make a QEF election for certain Horizons funds that may be classified as PFICs and that are held directly by the Fund. The pro-rata share of the ordinary earnings and net capital gains for the unitholder of the Fund for those certain Horizons funds specified in the table below attributable to a per-unit per-day Fund holding from its investments in the certain Horizons funds, and the per-unit amount of cash or property distributed by those certain Horizons funds specified in the table below for the period specified in paragraph (1) is as follows:

Direct Investee funds of the Fund	Code	Ordinary Earnings (US\$)	Net Capital Gains (US\$)	Cash/Property Distributions (US\$)
BetaPro Crude Oil -2x Daily Bear ETF	HOD	0.0000241771	-	-
Horizons Active Floating Rate Bond ETF	HFR	0.0000567283	-	0.0194062762
BetaPro NASDAQ-100® 2x Daily Bull ETF	HQU	0.0000573515	-	-
BetaPro S&P 500® 2x Daily Bull ETF	HSU	0.0002774709	-	-
BetaPro S&P/TSX 60™ 2x Daily Bull ETF	HXU	0.0000063379	-	-
Horizons Cdn Select Universe Bond ETF	HBB	-	-	-
Horizons Gold ETF	HUG	-	-	-
Horizons Natural Gas ETF	HUN	-	-	-
Horizons S&P 500® Index ETF	HXS	0.0002039553	-	-
Horizons S&P/TSX 60™ Index ETF	HXT	0.0001845417	0.0000077979	-
Horizons S&P/TSX Capped Energy Index ETF	HXE	-	-	-
Horizons S&P/TSX Capped Financials Index ETF	HXF	0.0001171215	0.0000026790	-
Horizons US 7-10 Year Treasury Bond ETF	HTB	-	-	-

This information is provided in order to assist unitholders in preparing Form 8621 and does not constitute tax advice. We only provide information for the Fund's investment in certain other Horizons funds that may be classified as PFICs. The Fund may invest in other securities that may be classified as PFICs. WE DO NOT WARRANT THAT THE FUNDS LISTED CONSTITUTES ALL OF THE FUND'S INVESTMENTS THAT MAY BE CLASSIFIED AS PFICs.

Horizons Active Global Fixed Income ETF (HAF)

Indirect Allocation Summary

For the period May 01, 2015 thru April 30, 2016

U.S. persons that are a direct or indirect unit or shareholders in PFICs are required to complete Form 8621 in certain circumstances. Where a U.S. person is a unitholder in a fund that invests in securities, that person may be considered to be an indirect unit holder in those securities.

The following table is designed to assist a U.S. unitholder to make a QEF election for certain Horizons funds that may be classified as PFICs and that are held directly by the Fund. The pro-rata share of the ordinary earnings and net capital gains for the unitholder of the Fund for those certain Horizons funds specified in the table below attributable to a per-unit per-day Fund holding from its investments in the certain Horizons funds, and the per-unit amount of cash or property distributed by those certain Horizons funds specified in the table below for the period specified in paragraph (1) is as follows:

Direct Investee funds of the Fund	Code	Ordinary Earnings (US\$)	Net Capital Gains (US\$)	Cash/Property Distributions (US\$)
Horizons Active Corporate Bond ETF	HAB	0.0000601979	0.0000087602	0.0202669866
Horizons Active Floating Rate Preferred Share ETF	HFP	-	-	0.0213375981
Horizons Active Floating Rate Bond ETF	HFR	0.0000019984	-	0.0007024191
Horizons Active High Yield Bond ETF	HYI	0.0000250803	-	0.0273711027
Horizons Active Preferred Share ETF	HPR	0.0000061169	-	0.0025851298
Horizons Active US Floating Rate Bond (USD) ETF	HUF.U	0.0000011472	-	0.0004093634

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