



October 4, 2019

Dear Investor,

Special meetings of unitholders (each, a “**Meeting**” and collectively, the “**Meetings**”) of the following exchange traded funds (each a “**Merging ETF**” and, collectively, the “**Merging ETFs**”) will be held concurrently at the offices of Blake, Cassels & Graydon LLP, Commerce Court West, 199 Bay Street, Suite 4000, Toronto, Ontario M5L 1A9 on Tuesday, November 12, 2019 at 10:00 a.m. (Toronto time):

Horizons S&P/TSX 60™ Index ETF	Horizons Gold ETF
Horizons S&P 500® Index ETF	Horizons Silver ETF
Horizons S&P 500 CAD Hedged Index ETF	Horizons Crude Oil ETF
Horizons S&P/TSX Capped Energy Index ETF	Horizons Natural Gas ETF
Horizons S&P/TSX Capped Financials Index ETF	BetaPro Gold Bullion 2x Daily Bull ETF
Horizons Cdn Select Universe Bond ETF	BetaPro Gold Bullion -2x Daily Bear ETF
Horizons NASDAQ-100® Index ETF	BetaPro Crude Oil 2x Daily Bull ETF
Horizons EURO STOXX 50® Index ETF	BetaPro Crude Oil -2x Daily Bear ETF
Horizons Cdn High Dividend Index ETF	BetaPro Natural Gas 2x Daily Bull ETF
Horizons US 7-10 Year Treasury Bond ETF	BetaPro Natural Gas -2x Daily Bear ETF
Horizons US 7-10 Year Treasury Bond CAD Hedged ETF	BetaPro Silver 2x Daily Bull ETF
Horizons Laddered Canadian Preferred Share Index ETF	BetaPro Silver -2x Daily Bear ETF
Horizons Intl Developed Markets Equity Index ETF	BetaPro S&P/TSX 60™ 2x Daily Bull ETF
Horizons Equal Weight Canada REIT Index ETF	BetaPro S&P/TSX 60™ -2x Daily Bear ETF
Horizons Equal Weight Canada Banks Index ETF	BetaPro S&P/TSX Capped Financials™ 2x Daily Bull ETF
	BetaPro S&P/TSX Capped Financials™ -2x Daily Bear ETF
	BetaPro S&P/TSX Capped Energy™ 2x Daily Bull ETF
	BetaPro S&P/TSX Capped Energy™ -2x Daily Bear ETF
	BetaPro NASDAQ-100® 2x Daily Bull ETF
	BetaPro NASDAQ-100® -2x Daily Bear ETF
	BetaPro S&P 500® 2x Daily Bull ETF
	BetaPro S&P 500® -2x Daily Bear ETF
	BetaPro Canadian Gold Miners 2x Daily Bull ETF
	BetaPro Canadian Gold Miners -2x Daily Bear ETF
	BetaPro Marijuana Companies 2x Daily Bull ETF
	BetaPro Marijuana Companies Inverse ETF
	BetaPro S&P/TSX 60™ Daily Inverse ETF
	BetaPro S&P 500® Daily Inverse ETF
	BetaPro S&P 500 VIX Short-Term Futures™ ETF

Matters to be Considered at the Meetings

You can find more information about the matters to be considered at the Meetings under the “Purpose of the Meetings” section of the management information circular dated October 4, 2019 (the “**Circular**”). The Meetings are being held to consider and, if deemed appropriate, to pass:

1. **Proposed ETF Mergers:** in respect of each Merging ETF, the special resolution as set forth in Schedule “A” to the Circular, and the matters related thereto, authorizing Horizons ETFs Management (Canada) Inc. (the “**Manager**”) to effect a merger (each, a “**Merger**” and, collectively, the “**Mergers**”) of the applicable Merging ETF, currently structured as a trust, into a corresponding class of ETF shares (each, a “**Continuing Corporate Class ETF**” and,

collectively, the “**Continuing Corporate Class ETFs**”) of a new multi-class mutual fund corporation (“**Horizons MFC**”) to be managed by the Manager, all as more particularly described in the Circular.

2. Other Business: to transact such other business as may properly come before a Meeting or any adjournment or postponement thereof.

Independent Review Committee

The independent review committee (“**IRC**”) of each Merging ETF has reviewed the proposed Mergers, including the proposed steps to be taken in implementing the proposed Mergers, and has concluded that the proposed Mergers represent the business judgment of the Manager uninfluenced by considerations other than the best interests of the Merging ETFs and that each of the Mergers achieves a fair and reasonable result for the relevant Merging ETF.

Website Where Meeting Materials are Posted

We remind you to review the Circular, available on our website at www.HorizonsETFs.com and at the website of the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com before voting. The materials will remain available on our website for one year after the date of this letter.

Voting

Please refer to the directions on your proxy or voting instruction form, as applicable, for instructions on how to vote.

Registered and Beneficial Unitholders

Voting by Mail. A unitholder may submit his or her proxy by mail by completing, dating and signing the enclosed form of proxy or voting instruction form, as applicable, and returning it using the envelope provided to Broadridge Investor Communication Solutions at the Data Processing Centre, P.O. Box 3700, Stn. Industrial Park, Markham ON, L3R 9Z9. To be valid, forms of proxy or voting instruction forms, as applicable, must be received before 10:00 a.m. (Toronto time) on November 8, 2019, or not later than 48 hours (excluding Saturdays, Sundays and holidays) prior to the commencement of any adjournment or postponement of a Meeting, or must be deposited with the chairman of the Meeting prior to commencement of such Meeting (or any adjournment or postponement thereof).

Voting by Internet. A unitholder may submit his or her proxy at www.proxyvote.com by following the instructions provided on the screen, prior to 10:00 a.m. (Toronto time) on November 8, 2019, or not later than 48 hours (excluding Saturdays, Sundays and holidays) prior to the commencement of any adjournment or postponement of a Meeting, or must deposit his or her proxy with the chairman of the Meeting prior to commencement of such Meeting (or any adjournment or postponement thereof).

Voting by Phone (Canada and U.S. only). A beneficial unitholder may submit his or her voting instructions by telephone by calling the toll-free number on his or her voting instruction form and following the instructions provided.

Notice and Access

Pursuant to exemptive relief, we have opted to use a notice-and-access procedure to reduce the volume of paper in the materials distributed for the Meetings. Instead of receiving a printed copy of the Circular with the enclosed form of proxy or voting instruction form, you have received this notice outlining the procedures for accessing the Circular online or requesting a paper or electronic copy to be sent to you free of charge. For more information about the notice-and-access procedures, please call toll-free at 1.855.887.2244.

How to Obtain a Copy of the Meeting Materials

You can request a copy of the Circular online at www.proxyvote.com or by telephone at 1.877.907.7643 and entering the control number located on the voting instruction form or notification letter and following the instructions provided. If your request for a copy of the Circular is received before November 5, 2019, being 5 business days before the date of the Meetings, the material will be sent to you within 3 business days of receipt of your request. If your request is received on or after November 5, 2019, but before the date of the Meetings (or any adjournment or postponement thereof), then the

Circular will be sent to you within 3 business days of receiving your request, but you may not receive the materials prior to the date upon which you must return your form of proxy or voting instruction form.

You also can request a copy of the Circular up to one year after the date of this letter, in which case we will send it to you within 10 calendar days after receiving your request.

**Horizons ETFs Management (Canada) Inc., as manager of
each Merging ETF**

By: *“Steven J. Hawkins”*

Steven J. Hawkins
President and Chief Executive Officer
Horizons ETFs Management (Canada) Inc.

