



XOUT – U.S. LARGE CAP INDEX FACT SHEET

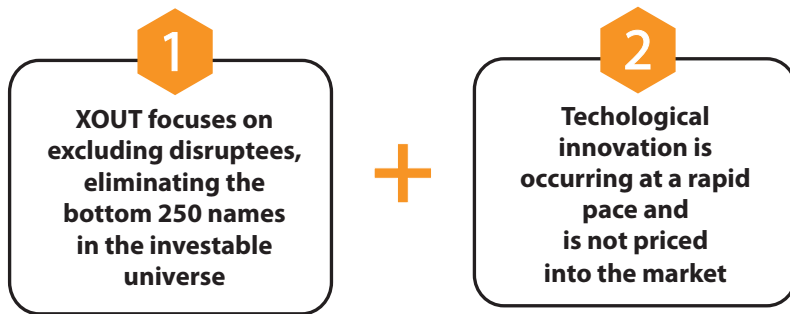
as of 9/30/23

The XOUT proprietary framework looks at multiple characteristics to identify which U.S. companies will likely be disrupted by technological innovation.

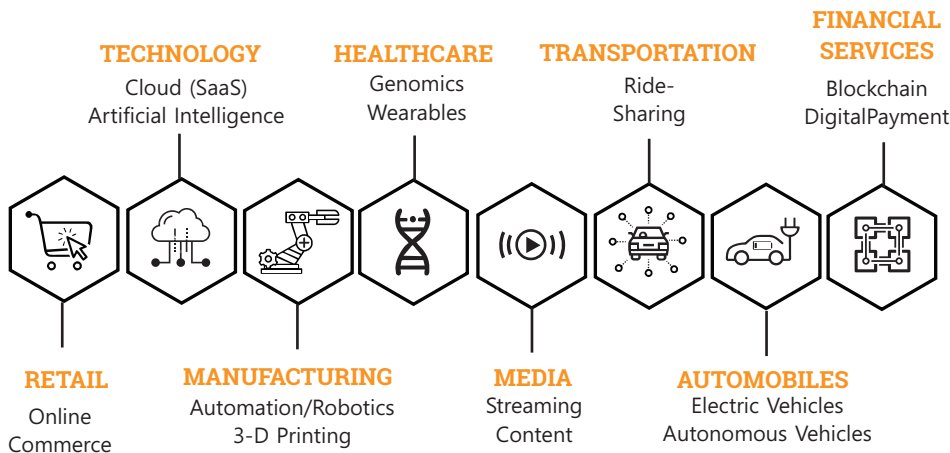
The Investment Case for XOUT

Disruption is an unavoidable challenge for companies across all industries. Most industries are either experiencing disruption or are susceptible to it. Successful companies innovate solutions and successfully adapt to the changing economic landscape. Those that do not, are likely to be challenged.

XOUT has constructed a better U.S. Large Cap Index by quantitatively applying two key investment insights:



Examples of Industry Disruption



Licensing Information

For information regarding the licensing of this index, contact XOUT Capital LLC at info@xoutcapital.com.

Overview

The XOUT U.S. Large Cap Index (XOUTTR) applies a proprietary quantitative rules-based methodology to identify which U.S. Large Cap companies among the largest 500 to exclude or "XOUT" from the Index. The Index approach benefits from what it does NOT hold, as opposed to what it owns. The methodology is driven by one of the largest forward facing risks impacting all large companies, technological disruption. Each company in the investable universe receives a model score based on quantitatively derived inputs that qualify each company as being qualified or XOUT'd. The quantitative inputs informing the XOUT proprietary model include a combination of signals designed to identify industry and secular disruption being impacted by technological innovation. Companies scoring in the aggregate below the median quintile in the investable universe are XOUT'd and the remaining names are owned in the Index and re-weighted by market capitalization.

Index Details

Ticker	XOUTTR XOUTNR
Inception Date	7/1/2019
Index Calculation/ Publication	Solactive AG
Total # Holdings	250
Rebalance (Feb, May, Aug, Nov)	Quarterly
Weighting Scheme	Market Capitalization Weighted

Index Administered by EQM Indexes
Not investment advice or a recommendation to buy or sell securities. Investors may not invest directly in an index.



XOUT – U.S. LARGE CAP INDEX FACT SHEET

as of 9/30/23

Top 10 Constituents

For a complete list of holdings, go to eqmindexes.com.

	Index Wt %	
1	APPLE INC	10.79
2	MICROSOFT CORP	9.22
3	ALPHABET INC-CL A	6.37
4	NVIDIA CORP	3.91
5	TESLA INC	3.11
6	META PLATFORMS INC-CLASS A	2.96
7	ELI LILLY & CO	2.05
8	UNITEDHEALTH GROUP INC	1.94
9	VISA INC-CLASS A SHARES	1.93
10	WALMART INC	1.76

Source: Bloomberg

Inclusion of a security within the Index is not a recommendation by EQM Indexes to buy, sell, or hold such security, nor is it considered to be investment advice. EQM Indexes is not an investment advisor, and makes no representation regarding the advisability of investing in any such security.

Constituent Requirements

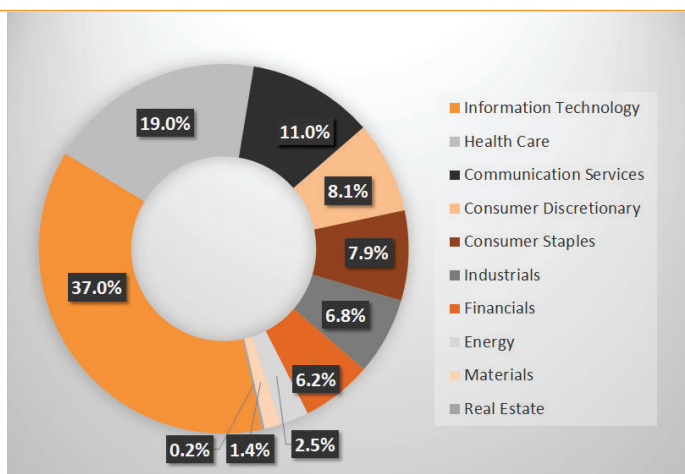
The bottom 250 securities are eliminated based on the following criteria:

- The selection pool consists of the largest 500 by market capitalization of publicly traded companies listed on either the NYSE or NASDAQ exchanges, with a country of domicile designation of the United States, as determined by the index provider, with:
 - a free-float percentage equal to or exceeding 50% of total shares outstanding,
 - a share price less than \$10,000 per share (USD),
 - positive earnings per share for each quarter over the last trailing 12-month period for companies below median in market capitalization.
- Each company in the investable universe receives a model score based on quantitatively derived inputs that attempt to qualify each company as being eligible for index inclusion or eliminated.
- The quantitative inputs informing the XOUT proprietary growth model include a combination of the following proprietary fundamental growth signals designed to identify industry and/or secular disruption:
 - Revenue growth
 - Hiring growth
 - Capital deployment
 - Share repurchases
 - Profitability and deposit growth
 - Earnings sentiment
 - Management performance
- Each quantitative screen in the model receives a quintile score from 1 to 5, 5 being best, based on quantitative fundamental inputs.
- The quintile scores are weighted based on a proprietary weighting methodology to achieve an aggregate model quintile score for each company.
- Companies scoring in aggregate below the median quintile in the investable universe are eliminated or X'd OUT, and the remaining names are re-weighted by market capitalization.
- Minimum market capitalization of \$5 billion at time of index reconstitution and minimum liquidity of a quarter million shares average volume traded in each of the last six months leading up to evaluation
- Initial public offerings become eligible for inclusion six months after trading.

Market Sectors

Well diversified mix of market sectors that reflect disruption.

Source: Bloomberg, EQM Indexes
For Illustrative Purposes Only



About EQM Indexes

EQM Indexes LLC is a VettaFi company dedicated to creating and supporting innovative indexes that track growth industries and emerging investment themes. VettaFi is a provider of indexing, data & analytics, industry leading conferences, and digital distribution services to ETF issuers and fund managers with offices in the US and Canada. VettaFi's index solutions power nearly \$19 billion in ETFs and other vehicles.

This material has been prepared and/or issued by VettaFi, LLC, and/or one of its consultants or affiliates. This document is for information purposes only and it should not be regarded as an offer to sell or as a solicitation of an offer to buy the securities or other instruments mentioned in it. The information, including any third-party information, may not be accurate or complete in its entirety, and it should not be relied upon as such. VettaFi, LLC and/ or its affiliates are not acting in a fiduciary capacity. The products mentioned herein may not be eligible for sale in some states or countries and may not be suitable for all investors. The potential yield created by these products may be adversely affected by exchange rates, interest rates, or other economic and political factors. An investor's return may be less than the principle invested. In addition, VettaFi, LLC, its shareholders, directors, officers, and/or employees and consultants, may from time to time hold a long or short position in these securities. This document may not be reproduced in any manner without the prior written authorization of VettaFi LLC. Opinions expressed within reflect the opinions of VettaFi, LLC and the author/analyst and are subject to change without notice.

EQM Indexes, LLC
a VettaFi Company
10620 Treena Street
Suite 230
San Diego, CA 92131

Visit Us

For More Information: eqmindexes.com

Contact: 858.935.6041

Index Administered by EQM Indexes
Not investment advice or a recommendation to buy or sell securities. Investors may not invest directly in an index.