SGDJ

Sprott Junior Gold Miners ETF SGDJ

FACTORS *that* **MATTER**™

September 30, 2016

Description

Sprott Junior Gold Miners Exchange Traded Fund (NYSE: SGDJ) seeks to deliver exposure to the Sprott Zacks Junior Gold Miners Index (NYSE: ZAXSGDJ). This factor-based Index aims to track the performance of small-capitalization gold companies whose stocks are listed on major U.S. and Canadian exchanges.

The Index uses a transparent, rules-based methodology that is designed to identify between 30 to 40 junior gold stocks with market capitalization between $250 million and $2 billion. Excluding companies with market capitalization below $250 million aims to exclude very early stage exploration companies whose historical success rate is low.

Each stock's weighting in the Index is adjusted based on 2 company factors 1) Revenue Growth and 2) Price Momentum. The Index is reconstituted on a semi-annual basis, in November and May, to incorporate the latest factor scores into the selection and weighting process. The Index can also invest to a lesser degree in junior silver companies that meet the above criteria.

Why Sprott Zacks Junior Gold Miners Index?

- The stock selection and weighting criteria were co-developed by Sprott Asset Management LP, a leading, long-time gold sector investor, and Zacks Index Services.
- The Index seeks to outperform a passive representation of the junior gold and silver mining industry.
- The Index methodology tends to favor junior and intermediate producers versus early stage exploration companies whose historical success rate is low.
- The factor-based Index methodology seeks to emphasize companies with the strongest relative revenue growth and price momentum, two factors that historically have been strong predictors of long-term stock performance for junior gold miners.
- Semi-annual rebalancing seeks to ensure that the latest company results are reflected in the composition and weighting of the Index.

Why Invest in Junior Gold Miners?

- Low to negative global bond yields are positive for gold, creating renewed interest in the metal[1]
- High-value discoveries and mine development can create enormous upside potential
- Shares in junior gold miners can be highly sensitive to the price of gold
- High-quality junior miners are potential acquisition targets for senior miners

Performance as of 9/30/16

TOTAL RETURNS	Cumulative		Annualized	
	3 Month	YTD	1 Year	Since Inception
Sprott Junior Gold Miners ETF (Net Asset Value)	0.91%	112.65%	107.06%	43.29%
Sprott Junior Gold Miners ETF (Market Price)†	1.35%	113.48%	107.97%	43.61%
Sprott Zacks Junior Gold Miners Index (Benchmark)	1.01%	114.08%	109.45%	44.56%

Performance data quoted represents past performance. Past performance does not guarantee future results. Current performance may be higher or lower than actual data quoted. Call 1.855.215.1425 or visit www.sprottetfs.com for current month end performance. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

† *Market Price is based on the midpoint of the bid/ask spread at 4 p.m. ET and does not represent the returns an investor would receive if shares were traded at other times.*

ETF Details

Ticker:	SGDJ
Underlying Index:	ZAXSGDJ
Listing Exchange:	NYSE Arca
CUSIP:	00162Q 585
Fund Inception:	March 31, 2015
Total Expense Ratio:	**0.57%**

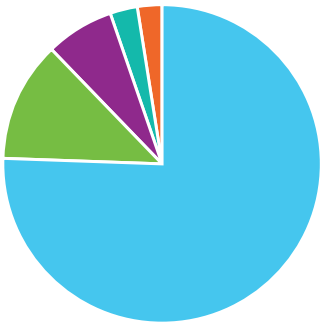
Index Portfolio Characteristics

as of 9/30/16

Number of companies:	36
Market cap (millions):	$40,623
Largest market cap (millions):	$2,505
Smallest market cap (millions):	$221
Weighted avg. company market cap (millions):	$1,506
Market cap breakdown:	
Large (>$5B)	0.00%
Medium ($1 -$5B)	71.87%
Small (<$1B)	28.13%
Industry weighting:	
Gold	80.75%
Silver	19.25%

Company Domicile Breakdown

as of 9/30/16



- Canada - 75.74%
- U.S. - 12.16%
- Monaco - 6.87%
- China - 2.95%
- South Africa - 2.28%

Index Holdings – Sprott Zacks Junior Gold Miners Index as of 9/30/16

COMPANY	TICKER	WEIGHT (%)^
B2Gold Corp	BTO CN	9.69%
Alamos Gold Inc	AGI US	9.20%
Endeavour Mining Corp	EDV CN	6.87%
IAMGOLD Corp	IAG US	4.90%
Coeur Mining Inc	CDE US	4.75%
Guyana Goldfields Inc	GUY CN	3.96%
Hecla Mining Co	HL US	3.87%
First Majestic Silver Corp	AG US	3.87%
SEMAFO Inc	SMF CN	3.85%
Kirkland Lake Gold Inc	KLG CN	3.78%
Osisko Gold Royalties Ltd	OR CN	3.48%
China Gold International Resou	CGG CN	2.95%
Pretium Resources Inc	PVG US	2.83%
Newmarket Gold Inc	NMI CN	2.82%
Novagold Resources Inc	NG US	2.76%
Klondex Mines Ltd	KDX CN	2.54%
Fortuna Silver Mines Inc	FSM US	2.47%
Torex Gold Resources Inc	TXG CN	2.45%
Alacer Gold Corp	ASR CN	2.39%

COMPANY (continued)	TICKER	WEIGHT (%)^
Harmony Gold Mining Co Ltd	HMY US	2.28%
Sandstorm Gold Ltd	SAND US	2.13%
Centerra Gold Inc	CG CN	1.95%
Richmont Mines Inc	RIC CN	1.73%
Silver Standard Resources Inc	SSRI US	1.70%
Endeavour Silver Corp	EXK US	1.47%
Silvercorp Metals Inc	SVM CN	1.32%
Asanko Gold Inc	AKG CN	1.21%
Argonaut Gold Inc	AR CN	1.15%
Teranga Gold Corp	TGZ CN	1.01%
MAG Silver Corp	MAG CN	0.98%
Seabridge Gold Inc	SA US	0.86%
Premier Gold Mines Ltd	PG CN	0.85%
Continental Gold Inc	CNL CN	0.61%
Great Panther Silver Ltd	GPL US	0.51%
Belo Sun Mining Corp	BSX CN	0.41%
Primero Mining Corp	PPP US	0.39%

^ *Weightings subject to change.*

About Sprott Asset Management LP

Sprott Asset Management LP ("Sprott") is an alternative investment manager that specializes in precious metals and natural resource investing. Headquartered in Toronto, Canada, the mining finance center of the world, Sprott manages several billion dollars in precious metals investments, including the Sprott Physical Bullion Trusts which trade on the NYSE Arca.

Sprott ETFs provide investors with access to innovative and unique indexes that are designed to outperform passive market cap-weighted offerings.

Sprott Asset Management leverages its expertise as an active money manager in precious metals and other natural resource sectors to co-develop each Index with its partners. Each index is designed using specific **Factors** *that* **Matter**™ for a particular sector. These customized factors are selected because they have historically proven to be strong predictors of long term stock performance.

IMPORTANT DISCLOSURES & DEFINITIONS

An investor should consider the investment objectives, risks, charges and expenses carefully before investing. To obtain a prospectus, which contain this and other information please contact your financial professional or call 1.855.215.1425. Read the prospectus carefully before investing.

Sprott Junior Gold Miners ETF shares are not individually redeemable. Investors buy and sell shares of the Sprott Junior Gold Miners ETF on a secondary market. Only market makers or "authorized participants" may trade directly with the Fund, typically in blocks of 50,000 shares.

The Fund is not suitable for all investors. There are risks involved with investing in ETFs including the loss of money. The Fund is considered non-diversified and can invest a greater portion of assets in securities of individual issuers than a diversified fund. As a result, changes in the market value of a single investment could cause greater fluctuations in share price than would occur in a diversified fund.

The Fund will be concentrated in the gold and silver mining industry. As a result, the Fund will be sensitive to changes in, and its performance will depend to a greater extent on, the overall condition of the gold and silver mining industry. Also, gold and silver mining companies are highly dependent on the price of gold and silver bullion. These prices may fluctuate substantially over short periods of time so the Fund's Share price may be more volatile than other types of investments.

Funds that emphasize investments in small/mid cap companies will generally experience greater price volatility. Micro-cap stocks involve substantially greater risks of loss and price fluctuations because their earnings and revenues tend to be less predictable. These companies may be newly formed or in the early stages of development, with limited product lines, markets or financial resources and may lack management depth.

Funds investing in foreign and emerging markets will also generally experience greater price volatility.

There are risks involved with investing in ETFs including the loss of money.

Diversification does not eliminate the risk of experiencing investment losses.

ETFs are considered to have continuous liquidity because they allow for an individual to trade throughout the day.

ALPS Portfolio Solutions Distributor, Inc. is the Distributor for the Sprott Junior Gold Miners ETF.

An investor cannot invest directly in an index.

[1]Bloomberg June 30, 2016