



# Sprott Energy Transition Materials ETF

As of February 28, 2023

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**Sprott Energy Transition Materials ETF (Nasdaq: SETM)** is the only<sup>^</sup> ETF to provide pure-play<sup>^^</sup> exposure to a broad range of critical minerals and mining equities essential to the transition to cleaner energy. These critical minerals, metals and raw materials include uranium, copper, lithium, nickel, cobalt, graphite, manganese, rare earths and silver. **SETM** seeks to provide investment results that, before fees and expenses, correspond generally to the total return performance of the Nasdaq Sprott Energy Transition Materials<sup>TM</sup> Index (NSETM<sup>TM</sup>). The Index is designed to track the performance of a selection of global securities in the energy transition materials industry.

<sup>^</sup> Based on Morningstar's universe of Natural Resources Sector Equity ETFs as of 2/28/2023.

<sup>^^</sup> The term "pure-play" relates directly to the exposure that the Fund has to the total universe of investable, publicly listed securities in the investment strategy.

## Key Points

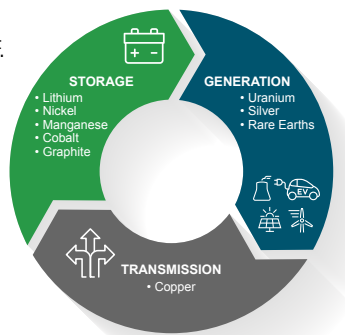
- 1. Pure-Play Critical Minerals ETF** – Provides pure-play access to a range of critical minerals necessary for the global clean energy transition
- 2. Increased Investment Driving Growth** – Government net-zero or reduced emissions mandates lead to increased investment. Globally, \$1.11T was invested in the energy transition sector in 2022<sup>†</sup>
- 3. Substantial Investment for the Foreseeable Future** – To meet net-zero targets, global investment may need to accelerate to a yearly average of \$3.9T from 2023 to 2030<sup>†</sup>
- 4. Well-Positioned Companies** – Companies that are upstream in the supply chain may be well-positioned to benefit from the increased investment in the critical minerals necessary for the clean energy transition

<sup>†</sup> Source: Energy Transition Investment Trends 2023, BloombergNEF.

## What is the Global Clean Energy Transition?

Activities across global nations intended to decrease our dependence on fossil fuels in favor of low-carbon and renewable energy sources.

**Critical Minerals:** Natural materials that are essential to the generation, transmission and storage of clean energy.



## Performance: Average Annual Total Returns\* (%)

MONTH END AS OF 2/28/2023	1 MO	S.I. <sup>1</sup>
Sprott Energy Transition Materials ETF (Net Asset Value)	–	-11.57
Sprott Energy Transition Materials ETF (Market Price) <sup>2</sup>	–	-11.76
Nasdaq Sprott Energy Transition Materials <sup>TM</sup> Index (Benchmark) <sup>3</sup>	–	-11.06
QUARTER END – DATA NOT YET AVAILABLE	1 MO	S.I. <sup>1</sup>
Sprott Energy Transition Materials ETF (Net Asset Value)	–	–
Sprott Energy Transition Materials ETF (Market Price) <sup>2</sup>	–	–
Nasdaq Sprott Energy Transition Materials <sup>TM</sup> Index (Benchmark) <sup>3</sup>	–	–

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 1.888.622.1813 or visit [www.sprottetfs.com](http://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.

\* Returns less than one year are not annualized.

<sup>1</sup> Inception Date: 2/1/2023.

<sup>2</sup> 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.

<sup>3</sup> The Nasdaq Sprott Energy Transition Materials<sup>TM</sup> Index (NSETM<sup>TM</sup>) was co-developed by Nasdaq<sup>®</sup> (the "Index Provider") and Sprott Asset Management LP (the "Adviser"). The Index Provider and Adviser co-developed the methodology for determining the securities to be included in the Index and the Index Provider is responsible for the ongoing maintenance of the Index. The Adviser will provide certain services in connection with the Index including contributing inputs in connection with the eligibility and process to determine the initial selection and ongoing composition of the Index constituents.

<sup>4</sup> Reflects Total Annual Operating Expenses as outlined in the prospectus dated January 31, 2023. For the services the Adviser (Sprott Asset Management LP) provides to the Fund, the Adviser is entitled to receive an annual advisory fee from the Fund calculated daily and paid monthly at an annual rate of 0.65% on assets.

## ETF Details

Ticker	SETM
Underlying Index	NSETM <sup>TM</sup>
Index Rebalancing	Semi-Annually
Listing Exchange	Nasdaq <sup>®</sup>
CUSIP	85208P402
ISIN	US85208P4028
Fund Inception	February 1, 2023
Fund AUM	\$3.8 million

## Fees and Expenses

(as of the most recent prospectus<sup>4</sup>)

Management Fee	0.65%
Other Expenses	0.00%
<b>Total Annual Fund Operating Expenses</b>	<b>0.65%</b>

## Portfolio Characteristics<sup>4</sup>

(as of 2/28/2023)

Number of Issuers	111
Market Cap (millions)	\$423,826
Weighted Avg. Company Market Cap (millions)	\$11,762
Market Cap Breakdown	
Large (>\$10B)	34.48%
Medium (\$2 – \$10B)	41.40%
Small (<\$2B)	24.12%
Material Weightings <sup>††</sup>	
Copper Equities	27.31%
Uranium Equities	23.01%
Lithium Equities	22.92%
Rare Earths Equities	11.11%
Nickel Equities	8.75%
Silver Equities	3.37%
Recycling Equities	1.06%
Graphite Equities	1.03%
Manganese Equities	0.99%
Cobalt Equities	0.30%
Other	0.15%

<sup>4</sup> Excludes cash.

<sup>††</sup> Reflects equities classified by Sprott Asset Management.



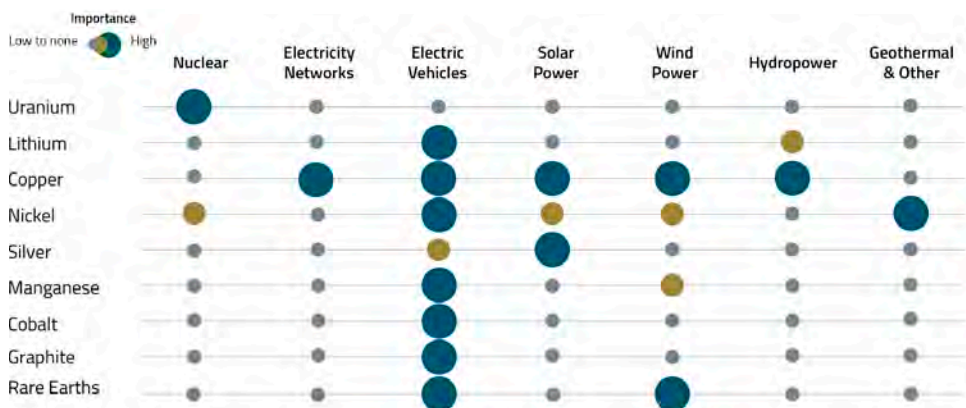
## Top Ten Sprott Energy Transition Materials ETF Holdings<sup>†</sup> (as of 2/28/2023)

COMPANY	TICKER	WEIGHT*	COMPANY	TICKER	WEIGHT*
Cameco Corp.	CCJ	5.53%	First Quantum Minerals Ltd.	FM	4.38%
MP Materials Corp.	MP	5.19%	Sociedad Química y Minera de Chile S.A.	SQM	4.26%
Freeport-McMoRan Inc.	FCX	5.08%	IGO Limited	IGO	4.23%
JSC National Atomic Company Kazatomprom	KAP	5.01%	Pilbara Minerals Limited	PLS	4.00%
Lynas Rare Earths Limited	LYC	4.71%			
Albemarle Corporation	ALB	4.49%			

<sup>†</sup>Excludes cash.  
<sup>\*</sup>Source: Bloomberg as of 2/28/2023, subject to change.

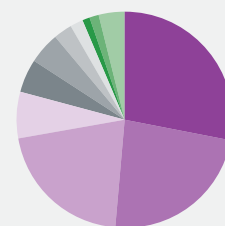
## Clean Energy Sources Require Critical Minerals

Critical minerals are essential for the global energy transition as we move to offset CO<sub>2</sub> intensive energy sources with cleaner sources, including nuclear, EVs, solar, wind, hydro and geothermal energy.



Source: Critical raw materials for strategic technologies and sectors in the EU, A foresight study, European Commission, March 9, 2020; The role of critical minerals in clean energy transitions, IEA, May 2021; McKinsey analysis. Included for illustrative purposes only.

## Company Domicile Breakdown<sup>†</sup> (as of 2/28/2023)



<sup>†</sup>Excludes cash.

**About Sprott** – Sprott is a global leader in precious metal and energy transition investments. We are specialists. Our in-depth knowledge, experience and relationships separate us from the generalists. Our investment strategies include Exchange Listed Products, Managed Equities and Private Strategies. Sprott has offices in Toronto, New York and London and the company’s common shares are listed on the New York Stock Exchange and the Toronto Stock Exchange under the symbol “SII”. For more information, please visit [www.sprott.com](http://www.sprott.com).

### IMPORTANT DISCLOSURES & DEFINITIONS

**An investor should consider the investment objectives, risks, charges and expenses carefully before investing. To obtain a Sprott Energy Transition Materials ETF Statutory Prospectus, which contains this and other information, visit <https://sprottetsf.com/setm/prospectus>, contact your financial professional or call 1.888.622.1813. Read the Prospectus carefully before investing.**

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

**Shares are not individually redeemable. Investors buy and sell shares of the Sprott Energy Transition Materials ETF on a secondary market. Only market makers or “authorized participants” may trade directly with the Fund, typically in blocks of 10,000 shares.**

Funds that emphasize investments in small/mid-cap companies will generally experience greater price volatility. Diversification does not eliminate the risk of investment losses. ETFs are considered to have continuous liquidity because they allow an individual to trade throughout the day. A higher portfolio turnover rate may indicate higher transaction costs and may result in higher taxes when Fund shares are held in a taxable account. These costs, which are not reflected in annual Fund operating expenses, affect the Fund’s performance.

The Sprott Energy Transition Materials ETF seeks to provide investment results that, before fees and expenses, generally correspond to the total return performance of the Nasdaq Sprott Energy Transition Materials™ Index (NSETM™).

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Sprott Asset Management LP is the investment advisor to the Sprott Energy Transition Materials ETF. ALPS Distributors, Inc. is the Distributor for Sprott Energy Transition Materials ETF and is a registered broker-dealer and FINRA Member.