



## Metaurus U.S. Equity Cumulative Dividends ETF

IDIV is designed to provide investors with the dividend distributions of the S&P 500 without stock price exposure. IDIV is a passive portfolio of 10-year laddered U.S. Treasury Bonds with expected monthly payments that adjust based on changes in S&P 500 Dividend Futures. These futures track the dollar amount of dividends expected to be paid by S&P 500 companies.

### TAX CHARACTERISTICS: METAURUS U.S. EQUITY CUMULATIVE DIVIDENDS ETF (IDIV)

#### U.S. Investor

- A. **Return of Capital**—All monthly distributions are expected to be a return of capital.
- B. **Tax Filing**—IDIV investors will be issued a Schedule K-1 which may include the following items:
- Maturing U.S. Treasury Bonds are return of capital.
  - Interest from the Treasury Bonds are considered taxable income at the federal level.
  - Gain/Loss from S&P 500 Dividend Futures are marked to market (realized) annually and taxable as 60% long term, 40% short term under Section 1256.

#### Non-U.S. Investor

- A. **Dividend Withholding Tax**—Monthly distributions are not considered to be dividends and therefore not subject to dividend withholding.
- B. **U.S. Estate Tax**—There is a reasonable basis to conclude, in our view, that situs of a partnership interest is based on the domicile of the holder, and therefore a partnership interest owned by a non-resident alien has a non-US situs and is not subject to U.S. estate tax (Reasonable Basis tax memo available upon request).



## Metaurus U.S. Equity Ex-Dividend ETF

XDIV is designed to provide investors with 100% price exposure to SPY at 80% of the cost, allowing for amplified returns without use of traditional leverage. This amplified return structure, created as a passive ETF, provides “Structural Alpha” by forgoing 10-years of dividends on SPY in exchange for a reduced purchase price.

### TAX CHARACTERISTICS: METAURUS U.S. EQUITY EX-DIVIDEND ETF (XDIV)

#### U.S. Investor

- A. **Tax Filing**—XDIV investors will be issued a Schedule K-1 which may include the following items:
- U.S. Treasury Bills are taxable income at the federal level.
  - Gain/Loss from SPX futures and dividend futures are marked to market annually and taxable as 60% long term, 40% short term under Section 1256.

#### Non-U.S. Investor

- A. **Dividend Withholding Tax**—Since dividend futures on “qualified indexes” are not deemed a “dividend equivalent” under 871(m), non-U.S. investors will not be subject to dividend withholding tax. Therefore, XDIV investors are effectively exchanging the SPY dividends for a reduced purchase price, and receiving a reduction in price equal to 100% of the dividends’ present value (without withholding tax).
- B. **U.S. Estate Tax**—There is a reasonable basis to conclude, in our view, that situs of a partnership interest is based on the domicile of the holder, and therefore a partnership interest owned by a non-resident alien has a non-US situs and is not subject to U.S. estate tax (Reasonable Basis tax memo available upon request).

\*Note: This document does not contain tax advice. Prospective investors in the trust must consult their independent tax advisors about their own particular tax situations under those laws applicable to them before investing in these funds, including to evaluate the funds’ tax positions and the individual tax consequences of investing in them. Please review carefully the additional disclosures contained on page 2 of this document, and of the Fund’s Prospectus. Copies of the tax memo concerning dividend withholding tax and the “reasonable basis” letter concerning U.S. estate tax referenced above, are available upon written request.

## Disclosures

SEI Investments Distribution Co. (1 Freedom Valley Drive, Oaks, PA, 19456) is the distributor for the Metaurus Advisors LLC funds.

*This material must be preceded or accompanied by a prospectus. Carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Fund's prospectus, which may be obtained by calling (866) 395-0079, or by visiting [https://www.metaurus.com/Data/Sites/33/media/docs/Metaurus\\_Prospectus.pdf](https://www.metaurus.com/Data/Sites/33/media/docs/Metaurus_Prospectus.pdf). Please read the prospectus carefully before investing.*

The ETFs are not investment companies registered under the Investment Company Act of 1940 and are not afforded the protections of the 1940 Act.

Index returns are for illustrative purposes only and do not represent actual Fund performance. Index performance returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index. Past performance does not guarantee future results.

The shares are speculative securities and investing in them involves risk, including possible loss of principal. Other risk considerations are:

- There is no guarantee that an ETF will meet its investment objective.
- The ETFs primarily invest in futures, which can be volatile. Even a small movement in market prices could cause large losses.
- Restrictions on redemptions may affect your ability to withdraw your participation in the ETFs. Because the ETFs have designated maturity dates, new investors may elect not to invest in an ETF as it nears maturity and existing investors may elect to sell their Shares or redeem through an Authorized Participant. As a result, the size of each ETF may decrease as it nears maturity and the impact of fund expenses could increase as a result.
- There is no guarantee that distributions will be made.

An active secondary market for the ETF shares may not exist. Although XDIV & IDIV will be listed on an exchange, subject to notice of issuance, it is possible that an active trading market may not develop or be maintained.

Shares are bought and sold at market price (not NAV) and are not individually redeemed from the ETFs other than in large Creation Unit aggregations. Instead, investors must buy or sell shares of an ETF in the secondary market with the assistance of a broker. As with all securities, buying and selling shares of ETFs will result in brokerage commissions and will generate tax consequences. Brokerage commissions will reduce returns.

The ETFs are not sponsored, promoted, sold or supported in any other manner by Solactive AG nor does Solactive AG offer any express or implicit guarantee or assurance either with regard to the results of using the Solactive U.S. Dividend and Ex-Dividend Indexes and/or Index trade mark or the Index Price at any time or in any other respect. These Solactive Indexes are calculated, maintained and published by Solactive AG. Solactive AG uses its best efforts to ensure that the Indexes are calculated correctly. Irrespective of its obligations towards Metaurus, Solactive AG has no obligation to ensure that the Indexes are error-free. Neither publication of the U.S. Dividend and Ex-Dividend Indexes Indexes by Solactive AG nor the licensing of the U.S. Dividend and Ex-Dividend Indexes trademark for the purpose of use in connection with the ETFs constitutes a recommendation by Solactive AG to invest capital in the ETFs nor does it in any way represent an assurance or opinion of Solactive AG with regard to any investment in this ETF. Solactive has licensed use of the Index to Metaurus for use with the ETFs.

The Solactive U.S. Equity Ex-Dividends Index – Series 2027 (the “Ex-Dividends Index”, the “Index”) is an Index of Solactive AG and is calculated and distributed by Solactive AG. The Index aims to represent the current value of 0.25 shares of SPDR S&P 500 ETF (“SPY”), less the current value of ordinary cash dividends expected to be paid on the S&P 500 Index until the Fund’s maturity as represented by the Solactive U.S. Equity Cumulative Dividends Index - Series 2027 (the “Dividend Index”). The Dividend Index aims to represent the discounted present value of all listed annual S&P 500 Dividend Index Futures contracts (“S&P 500 Dividend Futures Contracts”) out to and including the December 2027 dividends futures expiry. The Index is a price only index. The Index is published in USD.

The Fund has a limited operating history. Therefore, you have limited performance history to serve as a factor for evaluating an investment in the securities.

XDIV & IDIV are not sponsored, promoted, or associated with Standard & Poors or its affiliates or with SPDR S&P 500 ETF or its sponsor, State Street Global Advisors.