



# TD Active Global Equity Growth ETF

## 3 Year Anniversary - A Global Growth Solution

### In a Nutshell

- **Fund Objective:** TD Active Global Equity Growth ETF seeks to achieve long-term capital growth by investing in equity securities of issuers from anywhere in the world, primarily issuers with strong, sustainable franchises and strong capital allocation policies. In addition, the ETF may invest in other exchange-traded funds, including those managed by TD Asset Management Inc. (TDAM).
- **Focus on Growth:** Holdings in the ETF generated notable growth in free cash flow, possessed highly efficient cash flow generation and earned strong returns on invested capital (ROIC). The ETF is focused on enhancing shareholder value.
- **Superior Risk-Adjusted Returns:** The Fund has historically delivered higher returns than the peer category and its benchmark.

### Performance

Since its inception on May 26, 2020, the TD Active Global Equity Growth ETF (TGGR, the ETF) has generated strong absolute returns and outperformed its benchmark, the MSCI All Country World Index (MSCI ACWI, the benchmark) by 174 basis points (bps) and peer group<sup>1</sup> by 202 bps. These results have helped the fund achieve a 5-star overall Morningstar Rating™.

Returns as of June 30, 2023	6 Month	1 Year	3 Year	Since Inception	Inception Date	Morningstar Rating™
TD Active Global Equity Growth ETF	16.88%	27.68%	12.54%	12.55%	5/26/2020	★★★★★
MSCI ACWI (C\$)	11.27%	19.54%	9.93%	10.77%		-
Morningstar® Global Equity Category	10.84%	19.74%	10.20%	10.49%		-

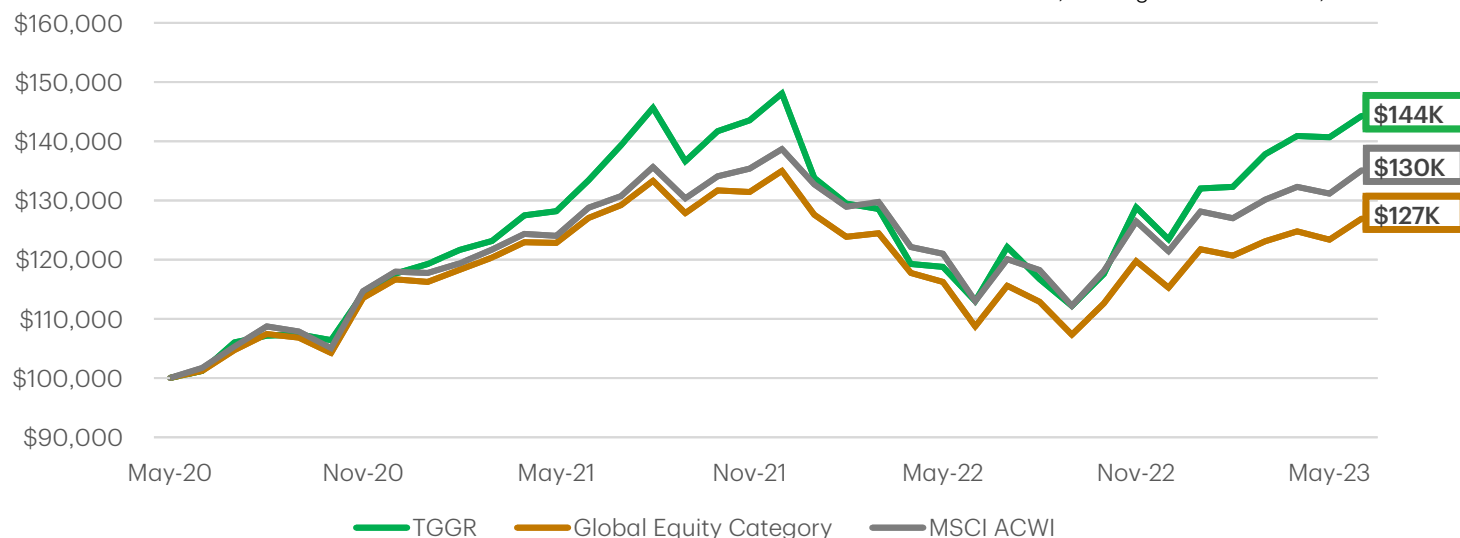
Source: TDAM, Morningstar as of June 30, 2023.

<sup>1</sup> Morningstar Peer Group refers to the Canada Fund Global Equity category in Morningstar where similarly-structured Global equity funds in Canada are grouped together. The peer group average refers to the average performance of this category. 2046 funds belong to this category as of June 30, 2023.

### Performance since inception

#### Growth of \$100,000

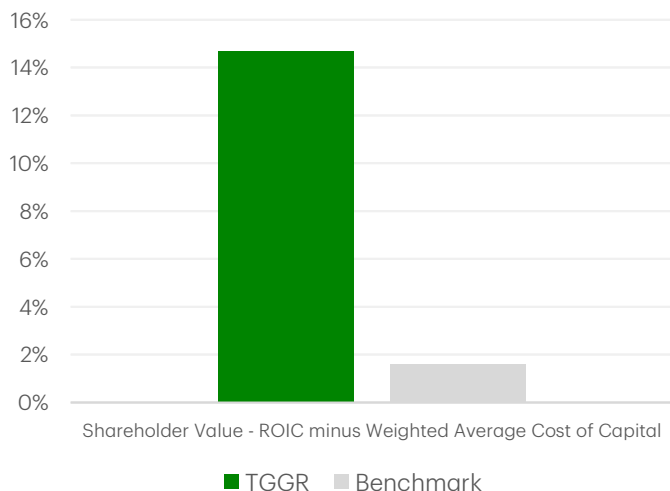
Source: TDAM, Morningstar as of June 30, 2023.



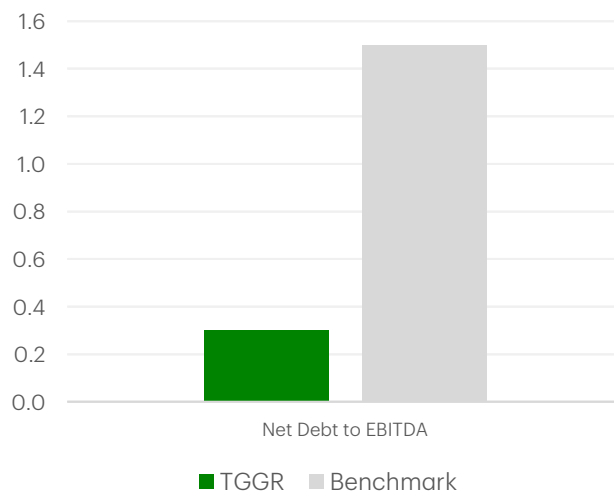
# A Focus on Companies With High-Quality Growth

The ETF focuses on holding companies that exhibit high-quality growth metrics, including Shareholder Value and Balance Sheet Quality. As illustrated below, the ETF targets companies that have higher Shareholder Value and Balance Sheet Quality metrics compared to the benchmark's holdings. Shareholder Value reflects the percentage of companies' Return On Invested Capital (ROIC) minus the average cost of that capital. Balance Sheet Quality reflects the ratio of companies' net debt to Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA).

**Shareholder Value**  
(Higher is Better)



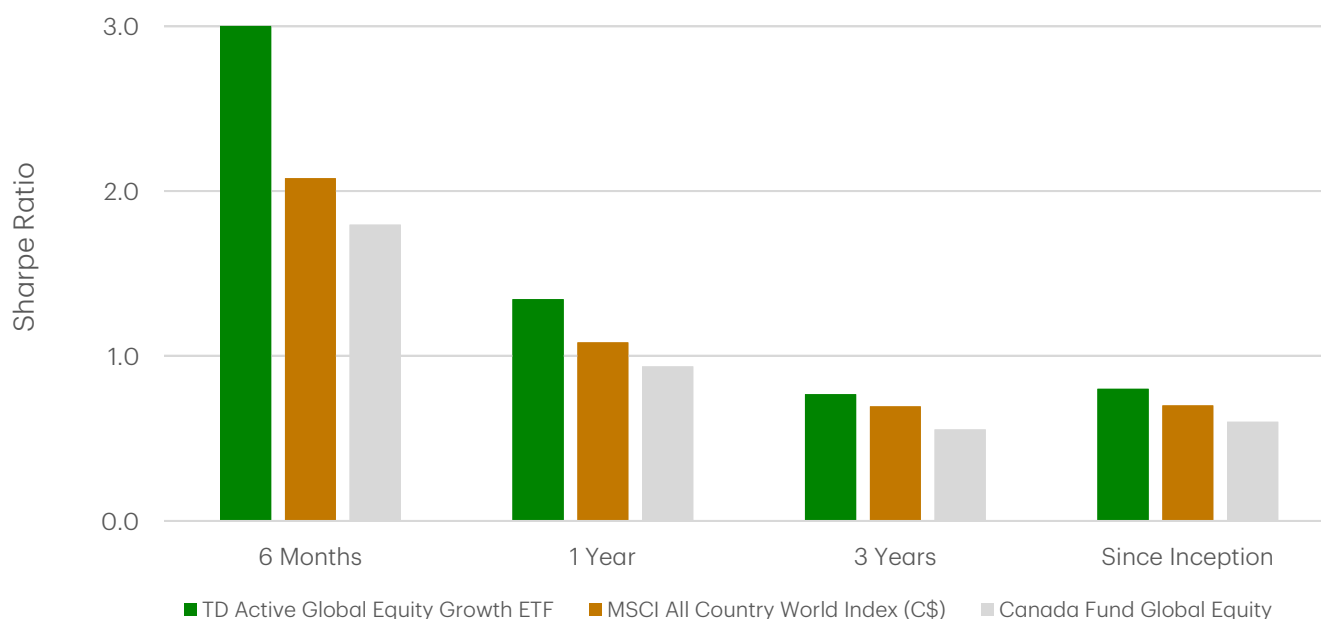
**Balance Sheet Quality**  
(Lower is Better)



Source: TD Epoch, FactSet, and Axioma, as at June 30, 2023.

## 3-Years of Risk-adjusted Outperformance

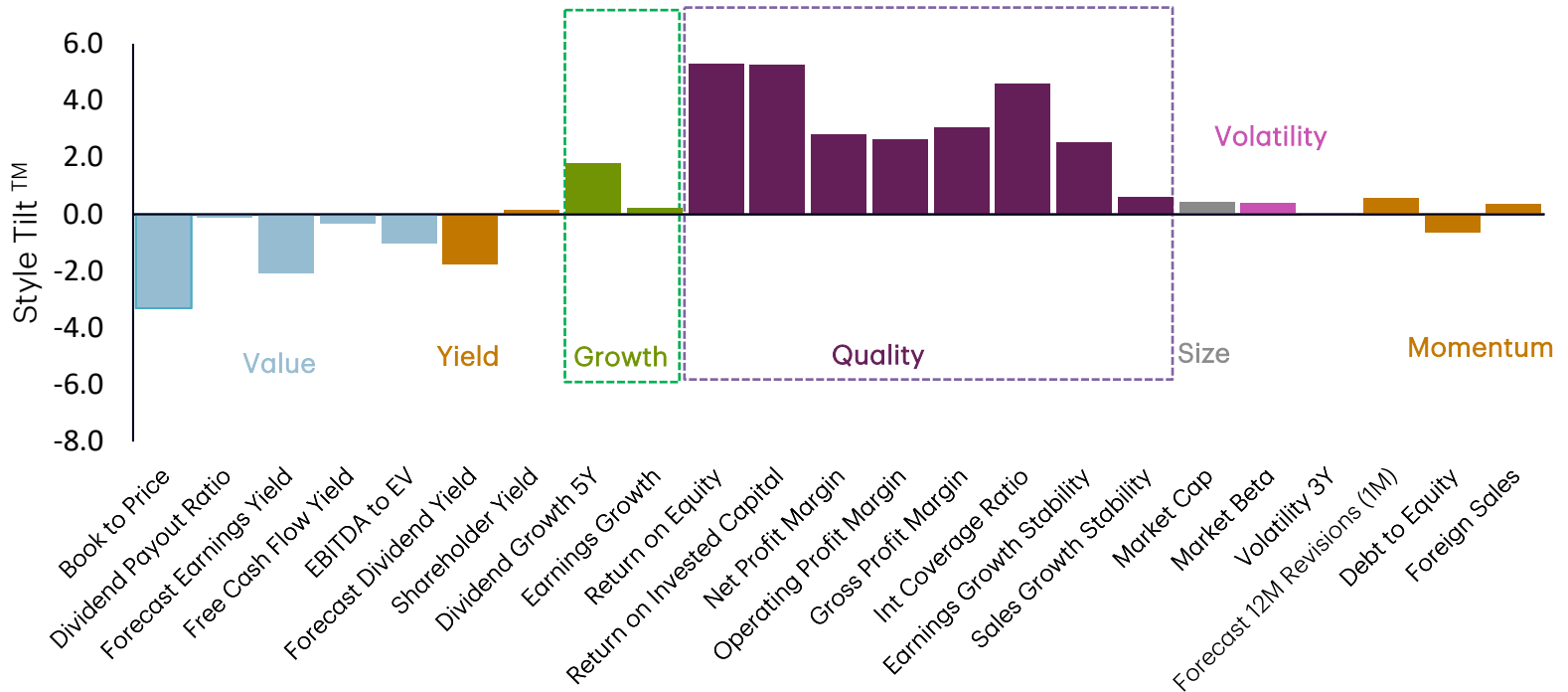
The below shows the performance results, measured on a risk-adjusted basis.



Source: TDAM, Morningstar Direct as of June 30, 2023. Sharpe Measure is a ratio of returns generated by the fund, over and above the risk-free rate of return and the total risk associated with it and can change monthly. A high and positive ratio shows superior performance and a low and negative ratio is an indication of unfavourable performance.

# Quality and Growth Bias

Analysis of the ETF's style factors over a 3-year period reflects the bias to quality and growth, the core investing philosophy for the strategy.



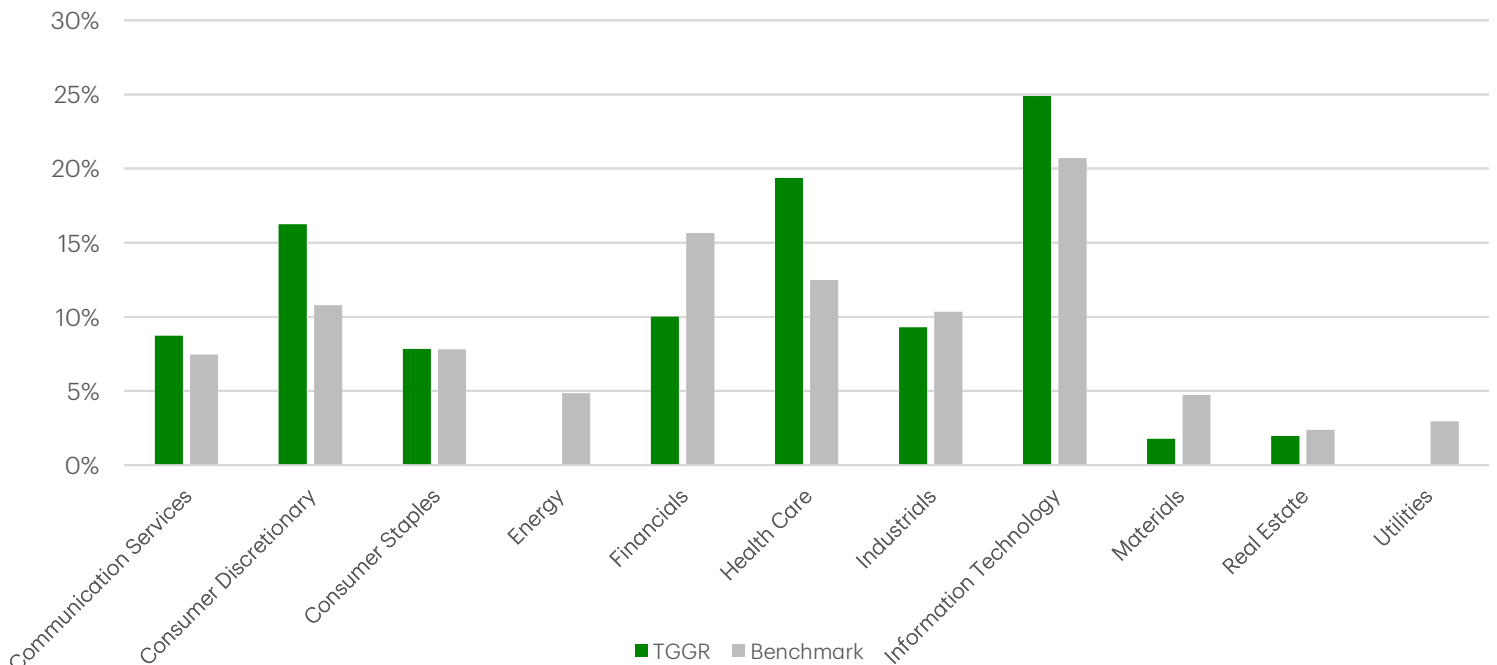
Note: Style Skyline depicts style tilts for June 30, 2023. Style Tilts™ represent standard deviations of the portfolio value from the mean of the MSCI All Countries World Index (“MSCI ACWI”) for a given Style factor. The larger the absolute value of the Style Tilt, the greater the statistical significance of the difference between the portfolio from the benchmark with respect to each Style factor.

Source: TDAM, Style Research, Style Analytics. As of June 30, 2023.

# Sector Positioning

The below shows the ETF's sector exposures as compared to its benchmark. The ETF intentionally seeks to minimize sector, country, and factor exposures as a source of both risk and alpha generation through risk management practices. As a result, the active management portion of the strategy is exclusively focused on bottom-up security selection. In other words, individual stock selection is top of mind and what would ultimately influence the ETF's sector weights relative to the benchmark.

Source: TDAM as of June 30, 2023.



# The Active Global Equity Growth Opportunity

**Use of a quantitative model** and defined processes to systematically implement TD Epoch's investment philosophy helps to ensure discipline and repeatability.

**Fundamental analysis complements our quantitative insights** and provides a holistic view of candidate holdings and the ability to respond to unusual circumstances (e.g., spin-off, IPOs). The quality of our fundamental analysis gives us the conviction to hold a focused portfolio of approximately 60-80 stocks.

**Modern data science techniques** we believe boost the speed and efficiency of our research and enables us to innovate faster.

**Customized performance measurement** system spurs self-improvement and helps us keep our investment edge.

## Portfolio Advisers

### **Lilian Quah, CFA**

Managing Director,  
Portfolio Manager and  
Head of Quantitative  
Research, TD Epoch



**Lilian Quah** is a portfolio manager, the head of quantitative research for TD Epoch, and a member of the Quantitative Research and Risk Management team. Prior to joining the firm in 2013, she spent five years at AllianceBernstein, where she was a senior quantitative analyst in the Value Equities Group. Before Bernstein, Lilian was a senior consultant in the finance practice at the ERS Group, an economics consulting firm. Lilian has a BA in Economics from Wellesley College and a Masters in Economics from Stanford University.

### **Michael A. Welhoelter, CFA**

President, Co-Chief  
Investment Officer,  
Portfolio Manager and  
Head of Risk  
Management,  
TD Epoch



**Michael A. Welhoelter** is the President of TD Epoch, as well a Co-Chief Investment Officer, Portfolio Manager and Head of Risk Management. Mike is responsible for integrating risk management into the investment process. Prior to joining the company in 2005, he was a director and portfolio manager in the Quantitative Strategies Group at Columbia Management Group, Inc. Before that, Mike was at Credit Suisse Asset Management Group ("CSAM"), where he was a portfolio manager in the Structured Equity group. Before joining CSAM, he was a portfolio manager and quantitative research analyst at Chancellor/LGT Asset Management. Mike is an author (with co-authors Bill Priest and Steven Bleiberg) of *Winning at Active Management: The Essential Roles of Culture, Philosophy and Technology*. Mike holds a BA degree in Computer and Information Science from Colgate University. He is a member of the New York Society of Security Analysts and the Society of Quantitative Analysts.

For more information about the TD Active Global Equity Growth ETF,  
contact your **investment professional**.

Connect with TD Asset Management



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