



LONGPOINT
E T F S

LongPoint's Mega ETFs

We use the term **Mega** to represent triple leveraged ETFs that offer the potential for amplified daily returns compared to single or even double market exposures. LongPoint's Mega ETFs are triple leveraged and triple inverse leveraged ETFs that are designed for active Canadian investors seeking 3X exposure to popular benchmarks.

MegaLong ETFs provide 3X the daily investment results of the underlying benchmarks.

MegaShort ETFs provide 3X the daily inverse investment results of the underlying benchmarks.

QQQU

MegaLong (3X) NASDAQ-100® Daily Leveraged Alternative ETF

QQQD

MegaShort (-3X) NASDAQ-100® Daily Leveraged Alternative ETF

SPYU

MegaLong (3X) S&P 500® Daily Leveraged Alternative ETF

SPYD

MegaShort (-3X) S&P 500® Daily Leveraged Alternative ETF

SOXU

MegaLong (3X) US Semiconductors Daily Leveraged Alternative ETF

SOXD

MegaShort (-3X) US Semiconductors Daily Leveraged Alternative ETF

CGMU

MegaLong (3X) Canadian Gold Miners Daily Leveraged Alternative ETF

CGMD

MegaShort (-3X) Canadian Gold Miners Daily Leveraged Alternative ETF

BNKU

MegaLong (3X) Canadian Banks Daily Leveraged Alternative ETF



Why did LongPoint select these benchmarks?

S&P 500®: Widely regarded by investors as the best single gauge of large-cap U.S. equities covering approximately 80% of available market capitalization. The underlying benchmark average 30-day volatility was 16% in 2025.¹

NASDAQ-100®: Recognized by investors as the market barometer for technology and new economy companies covering non-financial companies listed on the Nasdaq Stock Market. The underlying benchmark average 30-day volatility was 21% in 2025.¹

U.S. Semiconductors: Identified by investors as essential growth companies for an ecosystem that covers artificial intelligence, internet related technologies and cryptocurrency infrastructures. The underlying benchmark average 30-day volatility was 38% in 2025.¹

Canadian Banks: Investors consider the Canadian banks a leading growth indicator for the economy and typically have an informed view of the sector. The underlying benchmark average 30-day volatility was 11% in 2025.¹

Canadian Gold Miners: Investors recognize gold typically rises when market volatility increases and gold miners may have operational leverage to gold prices. The underlying benchmark average 30-day volatility was 37% in 2025.¹

What is a Leveraged ETF (or Geared ETF)?

Geared ETF means the same thing as *Leveraged* ETF, where the objective of the ETF is to use borrowing and derivatives to increase the exposure to the underlying target. Leverage, as an investment opportunity, is highly speculative in that it allows the investor to gain additional exposure to a target beyond their invested capital.

Traditionally, investors had to borrow money through a margin account, secure an investment loan, or use futures to gain exposure beyond their initial capital.

With a *Mega ETF*, borrowing and derivatives activity occur within the fund, eliminating investor concerns about margin calls or managing loans. These ETFs provide a convenient way for investors to target daily returns, with losses capped at the invested principal.

LongPoint ETFs offer 2X exposure with the Savvy ETFs and 3X exposure with the Mega ETFs.



LONGPOINT
E T F S

What is inverse exposure?

Inverse exposure is designed to produce positive returns when the daily benchmark return is negative and negative returns when the daily benchmark return is positive. Inverse leveraged ETFs amplify the daily benchmark returns in the same opposite direction.

Why do the Mega ETFs use daily exposure?

Daily exposure allows investors to know the leverage ratio when trading the Mega ETFs. This informs investors that the ETF seeks 3X the daily performance of its reference benchmark.

What are the effects of volatility?

If you hold leveraged and inverse leveraged ETFs for more than one day, your return could vary considerably from the ETF's daily target return. The negative effect of compounding on returns is more pronounced when combined with leverage and daily rebalancing in volatile markets.

Leveraged ETFs decay due to the compounding effect of daily returns, also known as "volatility drag." The compounding effect of daily returns means that losses are magnified over time. If the underlying asset experiences high volatility, the volatility drag will be more significant, resulting in higher losses for the leveraged ETF over time.



Pros and cons of 3X Leveraged ETFs

Advantages:

- Potential for amplified daily returns compared to single or double market exposures
- More convenient than investment loans or trading futures, as they eliminate margin calls and ensure you can't lose more than your initial investment
- Liquid and easy to trade on the stock exchange, just like other ETFs or stocks

Drawbacks:

- Possibility of significant losses, including the complete loss of your investment
- Extensive daily monitoring and active management is needed
- Not intended as long-term holdings

Who are the intended investors?

3X Leveraged and 3X Inverse Leveraged ETFs are designed for active investors with strong market convictions and short-term views. These ETFs are meant for daily or short-term trading strategies by sophisticated investors who are knowledgeable and actively manage their investments. They are not intended for investors who do not intend to monitor their positions closely.

How do leveraged ETFs perform?

Daily rebalancing has important implications for the performance of an ETF for periods longer than a day. For leveraged long ETFs, increases in the benchmark push the daily leveraged ETFs net assets higher, which means an increase in exposure by a multiple of the gain in its net assets.

Decreases in the benchmark index lead to a decline in net assets, which results in a reduction of exposure in an amount which is a multiple of the decline in the net assets.

This means that a daily leveraged long ETF responds to gains by becoming more aggressive and responds to losses by becoming more defensive.

1. Upward-trending Markets

If the benchmark trends upward over several days, the leveraged long ETF's gains can exceed the cumulative benchmark return multiplied by the ETF's target multiple. As the ETF's net assets rise with the favorable market return, the ETF increases its exposure to the benchmark, which increases the impact of following returns.

Day	0	1	2	3	4	5
Benchmark Value	100	103	106	109	112	115
Benchmark Daily Return (%)		3.00	2.91	2.83	2.75	2.68
Benchmark Cumulative Return (%)		3.00	6.00	9.00	12.00	15.00
Benchmark Cumulative Return 3X (%)		9.00	18.00	27.00	36.00	45.00
3X ETF Daily Return (%)		9.00	8.73	8.49	8.25	8.04
Fund NAV	25.00	27.25	29.63	32.14	34.79	37.59
Actual Cumulative Return (%)		9.00	18.52	28.58	39.19	50.38

No fees or expenses are factored into the table above

If the underlying stock trends upward over several days, the leveraged short ETF's losses may be smaller than the cumulative underlying stock return multiplied by the ETF's target multiple. As the ETF's net assets decrease with the favorable market return, the ETF decreases its exposure to the underlying stock, which decreases the impact of following returns.

Day	0	1	2	3	4	5
Benchmark Value	100	103	106	109	112	115
Benchmark Daily Return (%)		3.00	2.91	2.83	2.75	2.68
Benchmark Cumulative Return (%)		3.00	6.00	9.00	12.00	15.00
Benchmark Cumulative Return 3X (%)		9.00	18.00	27.00	36.00	45.00
(-3X) ETF Daily Return (%)		(9.00)	(8.74)	(8.49)	(8.26)	(8.04)
Fund NAV	25.00	22.75	20.76	19.00	17.43	16.03
Actual Cumulative Return (%)		(9.00)	(16.95)	(24.00)	(30.28)	(35.88)

No fees or expenses are factored into the table above



2. Downward-trending Markets

If the benchmark trends downward over several days, the leveraged long ETF's loss may be smaller than the cumulative benchmark return multiplied by the ETF's target multiple. As the ETF's net assets fall with the unfavorable market return, the ETF decreases its exposure to the benchmark, which decreases the impact of following returns.

Day	0	1	2	3	4	5
Benchmark Value	100	97	94	91	88	85
Benchmark Daily Return (%)		(3.00)	(3.09)	(3.19)	(3.30)	(3.41)
Benchmark Cumulative Return (%)		(3.00)	(6.00)	(9.00)	(12.00)	(15.00)
Benchmark Cumulative Return 3X (%)		(9.00)	(18.00)	(27.00)	(36.00)	(45.00)
3X ETF Daily Return (%)		(9.00)	(9.27)	(9.57)	(9.90)	(10.23)
Fund NAV	25.00	22.75	20.64	18.67	16.81	15.10
Actual Cumulative Return (%)		(9.00)	(17.44)	(25.34)	(32.73)	(39.61)

No fees or expenses are factored into the table above

If the underlying stock trends downward over several days, the leveraged short ETF's gain may be larger than the cumulative underlying stock negative return multiplied by the ETF's target multiple. As the ETF's net assets risk with the unfavorable market return, the ETF increase its exposure to the underlying stock, which increases the impact of following returns.

Day	0	1	2	3	4	5
Benchmark Value	100	97	94	91	88	85
Benchmark Daily Return (%)		(3.00)	(3.09)	(3.19)	(3.30)	(3.41)
Benchmark Cumulative Return (%)		(3.00)	(6.00)	(9.00)	(12.00)	(15.00)
Benchmark Cumulative Return 3X (%)		(9.00)	(18.00)	(27.00)	(36.00)	(45.00)
(-3X) ETF Daily Return (%)		9.00	9.28	9.57	9.89	10.23
Fund NAV	25.00	27.25	29.78	32.63	35.86	39.52
Actual Cumulative Return (%)		9.00	19.11	30.52	43.43	58.09

No fees or expenses are factored into the table above



3. Volatile Markets

In volatile markets with no clear trend, the impact of daily rebalancing can be harmful to the performance of leveraged ETFs over time. A continued pattern of this sort will typically reduce the longer-term returns of the ETF.

Over longer periods of time, especially when markets experience significant market volatility, results can vary. The benchmark's path over longer periods may impact the ETF's return as much as the benchmark's cumulative return. As a result, even if the benchmark index shows a positive return, a leveraged ETF could still experience a negative return due to the pattern of daily returns that take place during the period.

Day	0	1	2	3	4	5
Benchmark Value	100	97	100	103	97	100
Benchmark Daily Return (%)		(3.00)	3.09	3.00	(5.83)	3.09
Benchmark Cumulative Return (%)		(3.00)	0.00	3.00	(3.00)	0.00
Benchmark Cumulative Return 3X (%)		(9.00)	0.00	9.00	(9.00)	0.00
3X ETF Daily Return (%)		(9.00)	9.27	9.00	(17.49)	3.09
Fund NAV	25.00	22.75	24.86	27.09	22.36	24.43
Actual Cumulative Return (%)		(9.00)	(0.56)	8.38	(10.57)	(2.28)

No fees or expenses are factored into the tables above

The underlying stock's path over longer periods may impact the ETF's return as much as the underlying stock's cumulative return. As a result, even if the underlying stock shows a positive return, a leveraged short ETF could still experience a negative return due to the pattern of daily returns that take place during the period.

Day	0	1	2	3	4	5
Benchmark Value	100	97	100	103	97	100
Benchmark Daily Return (%)		(3.00)	3.09	3.00	(5.83)	3.09
Benchmark Cumulative Return (%)		(3.00)	0.00	3.00	(3.00)	0.00
Benchmark Cumulative Return 3X (%)		(9.00)	0.00	9.00	(9.00)	0.00
(-3X) ETF Daily Return (%)		9.00	(9.28)	(9.00)	17.48	(9.28)
Fund NAV	25.00	27.25	24.72	22.50	26.43	23.98
Actual Cumulative Return (%)		9.00	(1.11)	(10.01)	5.71	(4.10)

No fees or expenses are factored into the tables above



LONGPOINT
E T F S

390 Bay Street, Suite 922, Toronto, Ontario, M5H 2Y2

(416) 861-8383 | info@LongPointETFs.com

<https://www.longpointetfs.com/>

¹ Bloomberg as of December 31, 2025

These ETFs are highly speculative. The ETFs use a significant amount of leverage which magnifies gains and losses. These are intended for use in daily or short-term trading strategies by very knowledgeable, sophisticated investors. If you hold these ETFs for more than one day, your return could vary considerably from the ETF's daily target return. For example, you could lose your entire investment in one day if the underlying index of the ETF experiences a single-day price movement that is greater than 33%. The negative effect of compounding on returns is more pronounced when combined with leverage and daily rebalancing in volatile markets. These ETFs are not suitable for investors who do not intend to actively monitor and manage their investments. Commissions, management fees, and expenses all may be associated with investment funds. Investment objectives, risks, fees, expenses, and other important information are contained in the prospectus; please read it before investing. Investment funds are not guaranteed, their values change frequently, and past performance may not be repeated. LongPoint ETFs are managed by LongPoint Asset Management Inc. and are available across Canada through registered dealers.

This material is for informational purposes only. This material is not intended to be relied upon as research, investment, or tax advice and is not an implied or express recommendation, offer or solicitation to buy or sell any security or to adopt any particular investment or portfolio strategy. Any views and opinions expressed do not take into account the particular investment objectives, needs, restrictions and circumstances of a specific investor and, thus, should not be used as the basis of any specific investment recommendation. Investors should consult a financial and/or tax advisor for financial and/or tax information applicable to their specific situation.

All investment funds, including those that seek to track an index are subject to risk, including the possible loss of principal. Diversification does not ensure a profit or protect against a loss in a declining market. While the LongPoint ETFs are designed to be as diversified as the original indices they seek to track and can provide greater diversification than an individual investor may achieve independently, any given ETF may not be a diversified investment.

All monetary figures are expressed in Canadian dollars unless otherwise noted.

© 2025 LongPoint ETFs. All rights reserved.

December 31, 2025