

## CIBC Exchange Traded Funds

# CIBC Active Investment Grade Floating Rate Bond ETF

### CAFR

#### Investment Objective:

CIBC Active Investment Grade Floating Rate Bond ETF seeks to generate a high level of current income while preserving capital. This ETF invests primarily in a portfolio of Canadian debt securities and uses interest rate derivatives to mitigate the effect of interest rate fluctuations.

#### Fund details:

**Listing date:** January 22, 2019

**Management fee:** 0.30%

**Investment manager:**

CIBC Asset Management Inc.

**Distribution frequency:** Monthly

**Risk rating:** Low

**Benchmark:** FTSE Canada Floating Rate Note Index

### Why invest in this fund?

The CIBC Active Investment Grade Floating Rate Bond ETF is an ideal solution for investors seeking a fixed income alternative that offers:

- A reliable source of income
- Enhanced yield with risk management
- Reduced sensitivity to rising interest rates

### Three ways to consider floating rate notes in a portfolio:

#### Protection against rising rates

- Less sensitive to changes in interest rates because of their floating rate feature. The interest rates on floating rate notes are linked to Canadian short-term rates. Interest rate derivatives also seek to mitigate the effect of interest rate fluctuations.

#### Yield enhancement

- Floating rate notes typically offer competitive yields relative to other short-term income products and have historically provided stable returns through various market conditions.

#### Diversification

- Floating rate notes have a low correlation to other asset classes, providing diversification and reducing portfolio risk.

### Access to an experienced active portfolio management team

- Combine the expertise of professional portfolio managers with the flexibility and efficiency of an ETF. Active ETFs aim to outperform their benchmarks and can provide better risk management for your portfolio.

## Established fixed income experience

CIBC Asset Management offers a diversified approach to managing fixed income assets, using multiple strategies to add value to a portfolio. The team of 28 investment professionals works collaboratively, combining individual market knowledge and experience in active and passive portfolio management. The team is supported by rigorous proprietary research conducted by a dedicated credit analysis team.

### Portfolio Managers



**Jean Gauthier, CFA**

*Chief Investment Officer, Global Fixed Income*



**Stephanie Lessard, CFA**

*Portfolio Manager, Money Market*

### Investment philosophy

Diversifying a portfolio across sectors and securities can add value relative to the benchmark. A disciplined, risk-controlled process ensures consistent long-term performance.

### Investment strategy

Invests primarily in a portfolio of:

- Canadian investment-grade floating rate debt obligations and other floating rate debt instruments
- Canadian investment-grade debt obligations and other debt instruments that deliver a fixed rate of income while using interest rate derivatives to mitigate the effects of interest rate fluctuations
- May also invest in:
  - securities of foreign issuers (maximum 30%)
  - non-investment-grade securities (maximum 10%)
  - all foreign currencies
- Minimum average credit rating: BBB
- Maximum duration: 1 year
- Maximum term-to-maturity: 7 years

ETFs can be traded through a self-directed brokerage account or financial advisor, such as CIBC Investor's Edge or CIBC Wood Gundy.

For more information about CIBC ETFs, please talk to your financial professional or visit [CIBC.com/etfs](https://www.cibc.com/etfs).

All information in this document is as at 11/30/2024, unless otherwise indicated, and is subject to change.

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