

# STANCE SUSTAINABLE BETA ETF

# CHGX

The ETF for environmentally and socially conscious investors who want to invest in companies that demonstrate high environmental, social and governance (ESG) principles and avoid those engaged in activities harmful to people and the planet.

## An ESG ETF for diversified US exposure, rigorous criteria & positive impact

- **Objective:** Seeks to track the Change Finance Diversified Impact U.S. Large Cap Fossil Fuel Index, a portfolio of large and mid cap companies that satisfy an extensive set of ESG requirements.
- **125 ESG criteria:** Starts with 1,000 largest US companies by market cap and uses a proprietary Isolated ESG Risk-Factor Investment Methodology to identify unsustainable, irresponsible corporate behavior.
- **100 companies:** Diversified exposure to 100 ESG-qualified companies invested proportionately across all sectors with equal weighting for all holdings.

## Isolated ESG Risk Factors

CHGX goes well beyond the obvious ESG criteria like oil, tobacco and diversity. Below are potential examples.

### People



- Non-discrimination
- Force labor and slavery
- Health & nutrition impacts
- Equitable health care
- Sex trafficking
- Social impacts of products
- Weapons manufacturing
- Labor & human rights

### Planet



- Fossil fuels
- Nuclear power and uranium
- Harmful emissions
- Pesticide/hazardous chemicals
- Renewable energy commitment
- Land use and biodiversity
- Water conservation
- GMO adoption

### Practices



- Money laundering
- Board independence
- Accounting malpractice
- Unjust competitive practices
- Business ethics controversies
- Corruption and tax avoidance
- Sales and marketing controversies

## Performance as of 3/31/2025

### ANNUALIZED RETURNS

(%)	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	SINCE INCEPTION
NAV	-3.00	-3.00	1.27	6.53	15.65	10.99
Market Price	-3.01	-3.01	1.15	6.16	15.58	10.98
S&P 500 Equal Weight TR Index*	-0.61	-0.61	4.09	5.20	17.71	10.36

Performance quoted represents past performance and does not guarantee future results. Investment return and principal value will fluctuate so shares may be worth more or less when redeemed or sold. Current performance may be lower or higher than that quoted. Short term performance, in particular, is not a good indication of the fund's future performance, and an investment should not be made based solely on returns. For the most recent month-end performance, please call 617.875.1062 or visit the Fund's website at <https://stancefunds.com/chgx/>. The fund is adopting the performance of the AXS Investments LLC, AXS Change Finance ESG ETF (the "Predecessor Fund") since its inception – Oct. 09, 2017, as the result of the reorganization of the Predecessor Fund into the Fund (the "Reorganization"). The Predecessor Fund had substantially similar investment objectives, strategies and policies, portfolio management team and contractual arrangements, including the same contractual fees and expenses, as the Fund as of the date of the Reorganization. As a result of the Reorganization, the Fund is the accounting successor of the Predecessor Fund. Performance results shown in the bar chart and the performance table below for periods prior to April 4, 2025, reflect the performance of the Predecessor Fund.

## KEY FACTS

Exchange	NASDAQ
Ticker	CHGX
CUSIP	02072L151
Inception date	10/9/2017
Gross expense ratio	0.49%

First and Only  
Certified Carbon Neutral ETF



## PORTFOLIO MANAGER

### Stance Capital, LLC

Stance Capital specializes in quantitative ESG (Environmental, Social, Governance) asset management and research. We are a Boston-based Registered Investment Advisor, and our clients are individuals, families, endowments, and institutions. We also build products for other investment firms under research and sub-advisory agreements. <https://stancefunds.com/chgx/>

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# CHGX

## Top 10 Holdings

Security	Weight
HCA Healthcare Inc	1.19%
Cencora Inc	1.16%
AutoZone Inc	1.16%
American Water Works Co Inc	1.15%
Cardinal Health Inc	1.13%
McKesson Corp	1.11%
Fidelity National Information Services Inc	1.11%
CME Group Inc	1.11%
O'Reilly Automotive Inc	1.10%
Centene Corp	1.10%

## Sector Weightings

Sector	CHGX	S&P 500 Equal Weight
Technology	35.36%	29.57%
Financials	20.39%	14.69%
Health Care	15.88%	11.19%
Consumer Discretionary	10.07%	10.29%
Industrials	6.08%	8.49%
Consumer Staples	3.14%	6.09%
Communications	3.01%	9.19%
Utilities	2.22%	2.50%
Materials	1.92%	2.00%
Real Estate	1.91%	2.30%

*Holdings and sector weightings subject to change.*

## Carbon Intensity

22 tonnes CO<sub>2</sub> per \$1M USD invested

341% lower than S&P 500



Source: Change Finance, PBC, as of 12/30/2023. SPY used as S&P 500 proxy.

## Notable Exposures



**Fossil Fuels: 0%**  
No extraction, processing, transport or generation: 0%

\* **S&P 500 Equal Weight Index** is the equal-weight version of the widely-used S&P 500. The index includes the same constituents as the capitalization weighted S&P 500, but each company in the S&P 500 EWI is allocated a fixed weight - or 0.2% of the index total at each quarterly rebalance.

**Carbon Intensity:** Measures an ETF's exposure to carbon intensive companies. The figure is the sum of security weight (normalized for corporate positions only) multiplied by the security Carbon Intensity. Carbon Intensity measures a fund's exposure to carbon intensive companies in terms of CO<sub>2</sub> emissions per \$ million in sales. Data provided by VettaFi, more information available from etfdb.com. SPY is used as a proxy for the S&P 500 because VettaFi does not calculate Carbon Intensity for indices.

**Certified Carbon Neutral Fund:** Ethos performs an independent analysis of a fund's carbon footprint and carbon credits (offsets) to verify whether the fund is carbon neutral during a specified period. The carbon footprint consists of verified Scope 1 and Scope 2 emissions of every holding of the fund. Ethos defines the carbon footprint of a fund as the total tons of Scope 1 and Scope 2 CO<sub>2</sub> emissions of its holdings multiplied by the fund's percentage ownership of those holdings. Percentage ownership is based on the market value of the fund's shares divided by the total market value of the holdings. While Ethos researches and models Scope 3 emissions for every fund holding, the company does not consider Scope 3 for fund-level certification. This is due to limitations with Scope 3 data, including: lack of standardized reporting methodology by companies; low coverage of companies reporting Scope 3 emissions; and, likely overlap of Scope 3 emissions across company value chains. As part of the Carbon Neutral Certification, Ethos requires funds to submit proof of purchase of carbon credits from a list of approved providers of carbon credits. When information is not available the following modeling formula used is: Expected emissions = peer-average carbon intensity (CO<sub>2</sub> per \$M revenue) \* \$M revenue. EthosESG audits this estimation and will address discrepancies should they arise. Emissions data is limited by the voluntary disclosure by individual companies and is not independently audited. Change Finance and EthosESG make every effort to ensure data is accurate but cannot guarantee absolute carbon neutrality.

**Change Finance Diversified Impact U.S. Large Cap Fossil Fuel Free Index (CHGX Index):** The underlying index for CHGX, it measures the performance of an equal-weighted portfolio of approximately 100 large to mid cap equity securities of U.S.-listed companies that meet a diverse set of ESG standards. Developed in 2017 by Change Finance, PBC.

**Environmental, Social and Governance (ESG):** Environmental criteria considers how a company performs as a steward of nature. Social criteria examine how it manages relationships with employees, suppliers, customers and the communities where it operates. Governance deals with a company's leadership, executive pay, audits, internal controls, and shareholder rights.

## IMPORTANT INFORMATION

**Investments involve risk. Principal loss is possible.** Redemptions are limited and often commissions are charged on each trade. Unlike mutual funds, ETFs may trade at a premium or discount to their net asset value.

**The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. Click here for CHGX Prospectus and Summary Prospectus.** A free hardcopy of any prospectus may be obtained by calling 617.875.1062. Read carefully before investing.

**REIT Risk.** The Fund's investment in REITs will subject the Fund to risks similar to those associated with direct ownership of real estate, including losses from casualty or condemnation, and changes in local and general economic conditions, supply and demand, interest rates, zoning laws, regulatory limitations on rents, property taxes and operating expenses. **Risk of Investing in ESG Companies.** The universe of acceptable investments for the Fund may be limited as compared to other funds due to the Index methodology's ESG investment screening. This may affect the Fund's exposure to certain companies or industries and may adversely impact the Fund's performance depending on whether such companies or industries are in or out of favor in the market. **Concentration Risk.** The Fund will be concentrated (i.e., invest more than 25% of Fund assets) in the industries or group of industries within a single sector to the extent that the Index is so concentrated. A portfolio concentrated in one or more sectors may present more risks than a portfolio broadly diversified over several sectors. **MLP Risk.** Investment in securities of an MLP involves risks that differ from investments in common stock, including risks related to limited control and limited rights to vote on matters affecting the MLP, risks related to potential conflicts of interest between the MLP and the MLP's general partner, cash flow risks, dilution risks and risks related to the general partner's right to require unit-holders to sell their common units at an undesirable time or price. Certain MLP securities may trade in low volumes due to their small capitalizations. Accordingly, those MLPs may be subject to more abrupt or erratic price movements and may lack sufficient market liquidity to enable the Fund to effect sales at an advantageous time or without a substantial drop in price.

The Fund is distributed by Quasar Distributors, LLC. The Fund's investment advisor is Empowered Funds, LLC which is doing business as ETF Architect.