

## Overview

Target income and total return potential with an ETF that invests in U.S. companies with favorable ESG Materiality ratings.

### Aims to outperform the equity market

Pursues U.S. companies that lead their industry in environmental, social and governance (ESG) factors and look to be well-positioned for long-term growth

### Focuses on reliable income

Uses a multi-factor approach to identify companies with the financial stability and consistent cash flow to support future dividend payouts

### Screens for companies that lead on the most material industry ESG factors

Utilizes Columbia Threadneedle's proprietary research and ESG Materiality Ratings to select companies that appear to best manage their material ESG risks and opportunities

## Overall Morningstar Rating



The Morningstar rating is as of 03/31/24. Among 1,118 Large Value Funds. Morningstar Ratings are based on a Morningstar Risk-Adjusted Return measure.

## Fund Objective

This fund seeks investment results that, before fees and expenses, closely correspond to the performance of the Beta Advantage® U.S. ESG Equity Income Index.

## Index Description

The Beta Advantage® U.S. ESG Equity Income Index aims to provide exposures to companies which can offer reliable equity income, attractive total return potential, and includes companies with favorable ESG Materiality (ESGM) ratings based on Columbia Threadneedle's proprietary ESG Materiality (ESGM) Ratings.

## Fund Facts

ETF Ticker (NYSE Arca): **ESGS**

Bloomberg Index Ticker: **BAUSEI**

Fund inception: **06/13/2016**

Number of holdings: **100**

Expense ratio (gross): **0.35**

Expense ratio (net): **0.35**

## Average Annual Total Returns (%)

	3-month (cum.)	YTD (cum.)	1-year	3-year	5-year	Since Inception
Total Returns (Net Asset Value)	9.85	9.85	20.89	11.70	13.46	12.85
Total Returns (Market Price)	10.05	10.05	21.14	11.78	13.45	12.90
Custom Beta Advantage US ESG Equity Income Linked Index	10.02	10.02	21.45	12.16	13.93	13.30

## Beta Advantage® U.S. ESG Equity Income Index Stock Selection Criteria

<b>Starting Universe</b>	All securities belonging to the MSCI USA Index, <b>excluding</b> : <ul style="list-style-type: none"> <li>REITs,</li> <li>Securities with a current annualized dividend yield of &lt;1%</li> <li>Securities with a Columbia Threadneedle ESGM Rating of 3 or below</li> </ul>
<b>Constituent Selection</b>	Each eligible security is given a composite factor score based on four factors on a sector-relative basis: <ol style="list-style-type: none"> <li>Dividend Yield (30% weight)</li> <li>1-Year Dividend per Share growth (20% weight)</li> <li>Cash-based Dividend Coverage Ratio (25% weight)</li> <li>3-Year Average Cash-based Dividend Coverage Ratio (25% weight)</li> </ol> The top 100 securities with the highest composite score are selected
<b>Constituent Weighting</b>	These names are then market cap weighted; maximum index weights capped at 4.5%
<b>Rebalancing Frequency</b>	The index is reconstituted and rebalanced quarterly

Prior to 10/14/22, the Fund sought to track the Beta Advantage Sustainable US Equity Income 100 Index. Effective 10/14/22, the Fund seeks to track the Beta Advantage U.S. ESG Equity Income Index. The inception of the Beta Advantage U.S. ESG Equity Income Index was 8/31/22. Performance of the Fund shown in the table prior to 10/14/22 is therefore based on the Fund's investment strategy to track an index different from the Beta Advantage U.S. ESG Equity Income Index.

**Performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than the original cost. Current performance data may be higher or lower than actual data quoted. For the most current month-end performance data, please call 800.426.3750.**

Total Returns (Net Asset Value) are calculated using the daily 4:00 pm ET net asset value (NAV). Through July 31, 2020, Market Price returns are based on the midpoint of the bid/ask spread for fund shares at market close (typically 4:00 pm ET). Beginning with August 31, 2020 month-end performance, Market Price returns are based on closing prices reported by the fund's primary listing exchange (typically 4:00 pm ET close). Performance results shown reflect expense reimbursements (if any), without which the results would have been lower. Shares may trade at a premium or discount to the NAV. Returns over one year are annualized. *ETF shares are bought and sold at market price (not NAV) and are not individually redeemed from the fund. Investors buy and sell shares on a secondary market. Only market or "authorized participants" may trade directly with the Fund(s), typically in blocks of 50,000 shares.*

Dividends are not guaranteed and may be discontinued anytime by a company.

**Not FDIC or NCUA Insured | No Financial Institution Guarantee | May Lose Value**

Sector Breakdown (%)

	■ Columbia U.S. ESG Equity Income ETF	◆ MSCI USA Value Gross Index	
Energy	16.4		
Financials	15.5		
Information Technology	15.0		
Industrials	12.5		
Consumer Staples	11.5		
Communication Services	7.2		
Consumer Discretionary	6.5		
Utilities	6.0		
Materials	4.7		
Health Care	4.6		

Top Holdings (%)

Exxon Mobil	4.7
Home Depot	4.5
Bank of America	4.5
Broadcom	4.4
Chevron	4.3
UnitedHealth Group	4.0
Coca-Cola	3.9
PepsiCo	3.6
Linde	3.3
Qualcomm	2.8

Top Industries (%)

	■ Columbia U.S. ESG Equity Income ETF	◆ MSCI USA Value Gross Index	
Oil Gas & Consumable Fuels	14.8		
Semiconductors & Semiconductor Equipment	10.7		
Beverages	8.9		
Machinery	6.7		
Specialty Retail	5.7		
Banks	5.6		
Capital Markets	5.2		
Health Care Providers & Services	4.7		
Diversified Telecommunication Services	4.5		
Insurance	4.2		

Key statistics

	ESGS	MSCI USA Value Gross Index
Market cap (weighted average, \$b)	191.91	237.37
Total constituent daily traded value (\$b)	40.90	75.23
P/E ratio (wtd harmonic avg, trailing)	17.98	17.61
Price/book ratio (weighted average)	2.90	2.29
Index Dividend Yield (%)	2.51	2.37
30-day SEC yield (%)	2.21	—

Top holdings are as of the date given, are subject to change at any time and are not recommendations to buy or sell any security.

Percentages may not add up to 100 due to rounding.

Portfolio Management

Christopher Lo, CFA	26 years of experience
Henry Hom	16 years of experience

To find out more, call 888.800.4347 or visit [www.columbiathreadneedleus.com/etf](http://www.columbiathreadneedleus.com/etf)



**Investing** involves risks, including the risk of loss of principal. **Market** risk may affect a single issuer, sector of the economy, industry or the market as a whole. The fund is **passively managed** and seeks to track the performance of an index. The fund may not sell a poorly performing security unless it was removed from the **Index**. There is no guarantee that the index will achieve positive returns. Risk exists that the index provider may not follow its **methodology** for index construction. Errors may result in a negative fund performance. The fund's **net value** will generally decline when the market value of its targeted index declines. **International** investing involves certain risks and volatility due to potential political, economic or currency instabilities and different financial and accounting standards. Investments in **mid-cap** companies involve risks and volatility greater than investments in larger, more established companies. **ESG** factors may cause the fund to forgo certain investment opportunities and/or exposures to certain industries, sectors or regions. Additional information regarding the risks of this investment is available in the prospectus. Although the Fund's shares are listed on an **exchange**, there can be no assurance that an active, liquid or otherwise orderly trading market for shares will be established or maintained. The fund may have **portfolio turnover**, which may cause an adverse cost impact. There may be additional **portfolio turnover risk** as active market trading of the fund's shares may cause more frequent creation or redemption activities that could, in certain circumstances, increase the number of portfolio transactions as well as tracking error to the Index and as high levels of transactions increase brokerage and other transaction costs and may result in increased taxable capital gains.

The **30-day SEC Yield**: is an estimate of the fund's rate of investment income reflecting an estimated yield to maturity (assuming all current portfolio holdings are held to maturity), and it may not equal the fund's actual income distribution rate or the income paid to a shareholder's account. The yield shown reflects fee waivers in effect, if any. In the absence of such waivers, yields would be reduced. The yield will reflect an inflation adjustment that is attributable to any inflation-protected securities owned by the fund. This adjustment and the resulting yield can be positive (in the case of inflation) or negative (in the case of deflation).

**Dividend Yield** is a financial ratio that shows how much a company pays out in dividends each year relative to its share price. **Market Capitalization** is the total dollar value of all outstanding shares, calculated by multiplying shares times current market price. **Price/Book Ratio** is a stock's price divided by its book value, and may help determine if it is valued fairly. **P/E Ratio (Trailing)** is a stock's price divided by after-tax earnings over a trailing 12-month period, which serves as an indicator of value based on earnings. **Total Constituent Daily Traded Value** is the sum of the six-month average daily traded value (in USD) of a fund's individual holdings.

The **MSCI USA Value Index** captures large and mid-cap US securities exhibiting overall value style characteristics. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield.

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**For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ used to rank the fund against other funds in the same category. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly excess performance, without any adjustments for loads (front-end, deferred, or redemption fees), placing more emphasis on downward variations and rewarding consistent performance.** Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages). The overall rating for a fund is based on a weighted average of the time-period ratings (e.g., the fund's 3, 5, and 10 year rating). **The Morningstar ratings for the overall-, three- and five-year periods for the funds are 4 stars, 4 stars and 4 stars among 1,118, 1,118 and 1,058 Large Value (ETF) funds, respectively, and are based on a Morningstar Risk-Adjusted Return measure.** The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics.

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**Carefully consider the fund's investment objectives, risk factors and charges and expenses before investing. This and other information can be found in the fund's prospectus, which may be obtained by calling 888.800.4347 or by visiting the fund's website [www.columbiathreadneedleus.com/etf](http://www.columbiathreadneedleus.com/etf) to view or download a prospectus. Read the prospectus carefully before investing. Investing involves risks, including possible loss of principal.**