

05/09/2023

The Global X MSCI Pakistan ETF (“the Fund”) traded at a premium in excess of 2% from January 17, 2023 through February 2, 2023, from March 1, 2023 through March 14, 2023, and again from March 24, 2023 through May 9, 2023. As stated in the Fund’s prospectus, one of the principal risks facing the Fund is international closed market trading risk. As the investable universe of the Fund is comprised of securities that trade on foreign exchanges that may be closed when the exchange on which the Fund’s shares are traded is open, significant fair valuation is required on the part of market participants in determining a trading price for the Fund. This timing discrepancy has caused market participants to factor in a risk premium in determining the price that they are willing to pay for Fund shares, leading to a sustained premium relative to the Fund’s NAV. Moreover, the Fund faces currency risk as stated in its prospectus. As the Fund invests primarily in securities denominated in the Pakistani rupee but calculates its NAV using US dollars, depreciation in the Pakistani rupee will lead to a decline in the Fund’s NAV and can contribute to an extended premium in the Fund.

*Explanations of contributing factors are for information purposes only and represent what Global X ETFs reasonably believes to have contributed to the premium or discount at the time.*