

FUND OBJECTIVE

The Global X Nasdaq 100 ESG Covered Call ETF (QYLE) seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the Nasdaq-100 ESG BuyWrite Index.

For informational purposes only. This document should be used to highlight some of the criteria to be used by index provider when publishing index constituents and is not comprehensive.*

ETF Category:
Income - Covered Call

As of 02/22/23

Index Provider: Nasdaq



KEY FEATURES



High Income Potential



Efficient Options Execution



Conscious Approach

NASDAQ-100 ESG BUYWRITE INDEX

The Nasdaq-100 ESG BuyWrite Index (“NQYLEI Index”) with ticker symbol ‘NQYLEI’ measures the total rate of return of a hypothetical “covered call” strategy applied to the Nasdaq-100 ESG Total Return Index (“NDXESGT Index”). This strategy consists of a hypothetical portfolio consisting of a “long” position indexed to NDXESGT Index on which are deemed sold a succession of one-month, at-the-money call options on the NASDAQ-100 Index (“NDX Index”) and a hypothetical cash account (a Collateral Account).

INDEX COMPONENTS

The long Nasdaq-100 ESG Total Return Index component and the short call option component are held in equal notional amounts, i.e., the short position in the call option is “covered” by the long NDXESGT Index component.

Nasdaq-100 ESG Total Return Index Component

- Comprised of the constituents of the NASDAQ-100 Index, which measures the total return of 100 of the largest domestic and international non-financial companies listed on The Nasdaq Stock Market that meet specific ESG criteria.
- Follows a market capitalization-weighted index adjusted by their ESG Risk Rating Score, which is designed to measure the magnitude of a company’s unmanaged ESG risk.
- Reconstituted quarterly on the third Friday of March, June, September, and December.
- Exclusions based on companies’ involvement in specific business activities, ESG Risk Rating Scores of 40 and greater, violations of the UN Global Compact principles, and involvement in relevant ESG controversies.

“Covered Call” Option Component

- The NQYLEI Index requires that each NASDAQ-100 Index call option in the hypothetical portfolio be held to expiration.
- The strike price of the new call option is the NASDAQ-100 Index call option listed with the closest exercise price at or above the last value of the NASDAQ-100 Index reported before 11:00 a.m. ET.
 - For example, if the last NASDAQ-100 Index value reported before 11:00 a.m. ET is 901.10 and the closest listed NASDAQ-100 Index call option strike price at or above 901.10 is 905, then the 905 strike NASDAQ-100 Index call option is selected as the new call option to be incorporated into the NQYLEI Index.
- Once the strike price of the new call option has been identified, the new call option is deemed sold at a price equal to the volume-weighted average of the traded prices (“VWAP”) of the new call option during the two-hour period beginning at 11:30 a.m. ET.



For more information on the Index, please visit Nasdaq's website.

*For the complete and current index methodology please refer to the index provider's website. This summary document is accurate as of the time of its publication and Global X does not guarantee that it is current at any point thereafter.

Notional amount refers to the total market value of securities or index value referenced by an option.

The selection of the index constituents and their weighting is made by the index provider at its sole discretion.

Carefully consider the fund's investment objectives, risks, and charges and expenses before investing. This and other information can be found in the fund's full or summary prospectus, which may be obtained by visiting globalxetfs.com. Please read the prospectus carefully before investing.

Investing involves risk, including the possible loss of principal. Concentration in a particular industry or sector will subject QYLE to loss due to adverse occurrences that may affect that industry or sector. Investors in QYLE should be willing to accept a high degree of volatility in the price of the fund's shares and the possibility of significant losses.

QYLE engages in options trading. An option is a contract sold by one party to another that gives the buyer the right, but not the obligation, to buy (call) or sell (put) a stock at an agreed upon price within a certain period or on a specific date. A covered call option involves holding a long position in a particular asset, in this case U.S. common equities, and writing a call option on that same asset with the goal of realizing additional income from the option premium. QYLE writes covered call index options on the Nasdaq 100 Index. By selling covered call options, the fund limits its opportunity to profit from an increase in the price of the underlying index above the exercise price, but continues to bear the risk of a decline in the index. A liquid market may not exist for options held by the fund. While the fund receives premiums for writing the call options, the price it realizes from the exercise of an option could be substantially below the indices current market price. QYLE is non-diversified.

Companies with favorable ESG attributes may underperform the stock market as a whole. As a result, the Fund may underperform other funds that do not screen companies based on ESG attributes. The criteria used to select companies for investment may result in the Fund investing in securities, industries or sectors that underperform the market as a whole, forgoing opportunities to invest in securities that might otherwise be advantageous to buy or underperform other funds screened for ESG standards.

Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Brokerage commissions will reduce returns. Indices are unmanaged and do not include the effect of fees, expenses or sales charges. One cannot invest directly in an index.

Global X Management Company LLC serves as an advisor to the Global X Funds. The Funds are distributed by SEI Investments Distribution Co. (SIDCO, 1 Freedom Valley Drive, Oaks, PA, 19456), which is not affiliated with Global X Management Company LLC or Mirae Asset Global Investments. Global X Funds are not sponsored, endorsed, issued, sold or promoted by Nasdaq, nor does this entity make any representations regarding the advisability of investing in the Global X Funds. Neither SIDCO, Global X nor Mirae Asset Global Investments are affiliated with Nasdaq.