

Monday, August 26, 2024

ScotiaRED

ETF EDGE

YOUR CANADIAN ETF SNAPSHOT: WEEK ENDING AUGUST 23

Notable Weekly Market News

- The [Investment Funds Institute of Canada \(IFIC\)](#) announced [July's net flows and assets](#) for investment funds: mutual funds and ETFs.
 - **Strong mutual fund buying:** MFs took in C\$5.2B in July, breaking its outflow streak and recording largest monthly inflows since Feb 2022. Bond MFs attracted bulk of inflows.
 - [MF assets surged to an all-time high \(C\\$2,137B\), surpassing the previous record from Dec 2021.](#)
 - **ETF Flows Ease:** C\$5.0B was poured into ETFs last month, a big decrease from June's C\$10.1B inflows. Equity and bond ETFs saw most inflows.
 - [ETF also reached a new record, climbing from C\\$440B in June to C\\$458.1B at the end of July.](#)
- **T+1 Return Discrepancy:** Lower returns for European funds investing in US equities compared with US-listed peers is putting pressure on the EU to move to a T+1 settlement cycle. [Recent analysis suggests the lack of move to T+1 may be having a negative effect on funds](#), with EU funds underperforming by 14-20bps.
- **Flurry of New US ETFs:** The [number of new ETFs hitting the US market is on track to set another record in 2024](#). An average of 50 ETFs are debuting monthly – vs. to a monthly average of 48 in 2023, and 38 in 2022.
- **Bye-bye China:** [MSCI has removed dozens of Chinese securities from its global benchmarks for the third consecutive quarter](#) – so far in 2024, MSCI has dropped over 200 Chinese stocks from their indices. This move is likely to increase weighting in India and other Asian EM regions.

Last Week's Canadian ETF Market Summary (Detailed stats in attached PDF)

Canadian ETF Weekly Snapshot

41

ETF Providers
(+5% YoY)

1462

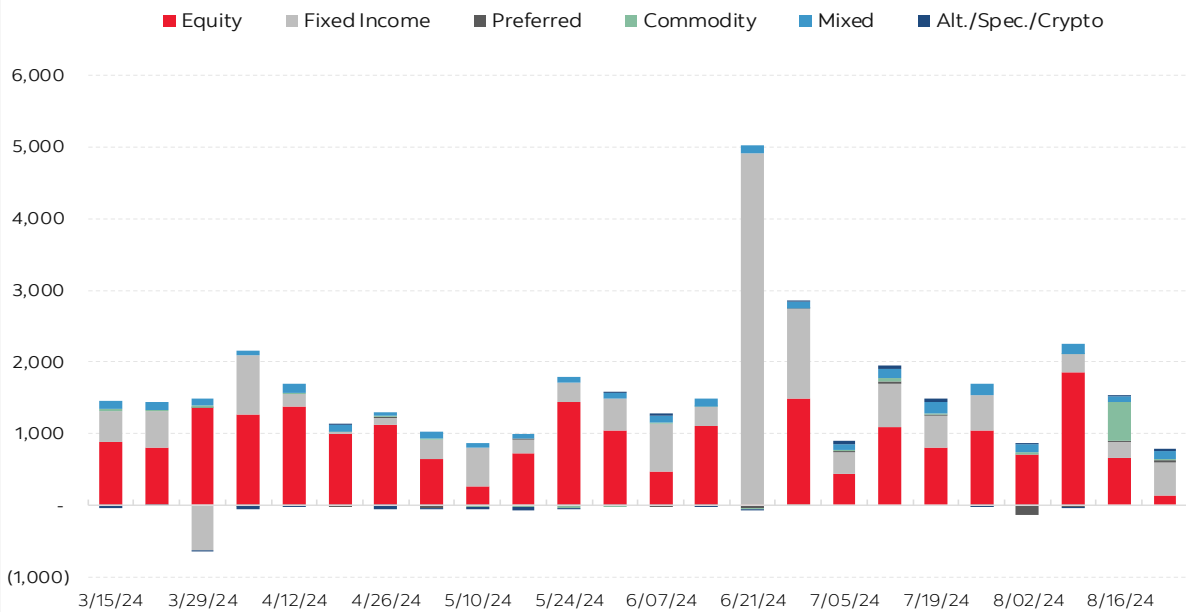
ETFs
(+18% YoY)

\$513B

CAD AUM
(+34% YoY)

\$12.6B

Traded
(Last Week)

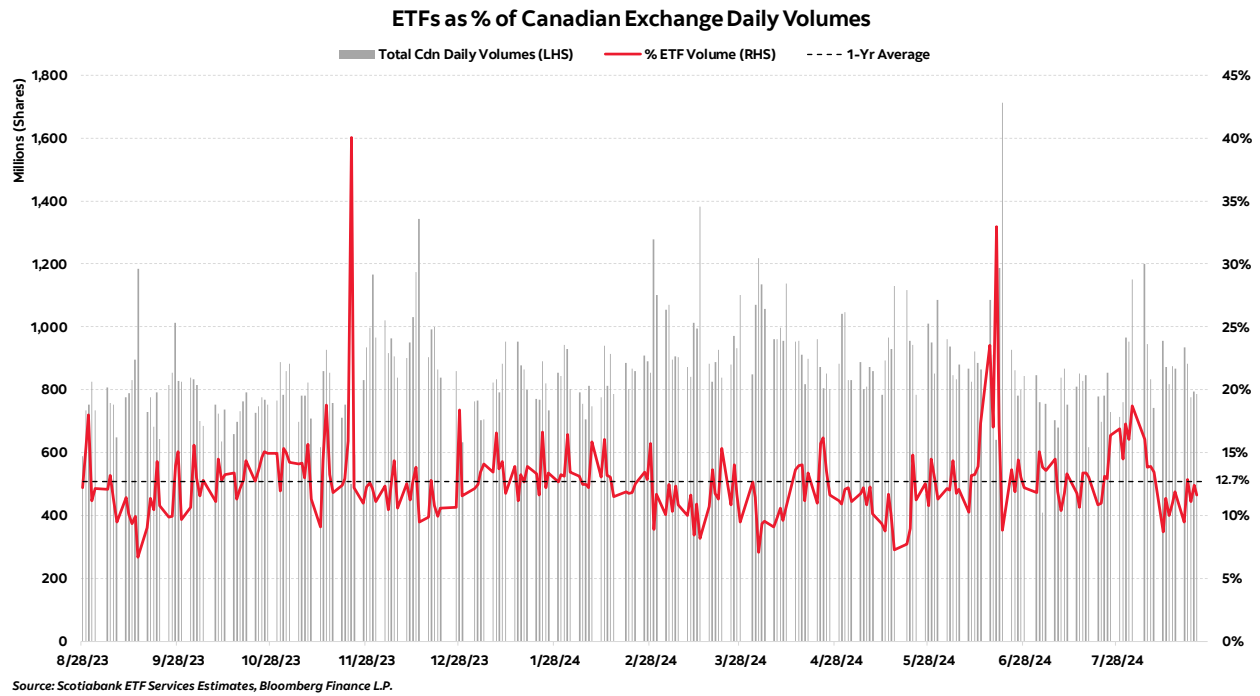


Source: Scotiabank ETF Services Estimates, Bloomberg Finance L.P.

Data is specific to Canadian-listed ETFs only

Weekly Creation/Redemption by Asset Class

	\$ Traded (CAD M)	Short Int (% of SO)	AUM (CAD M)	Net C/R (CAD M)	Net C/R (% AUM)		
					1-Week	1-Month	1-Year
Fixed Income	2,338.9	0.2%	120,661	408.6	0.3%	0.9%	24.5%
Equity	8,043.4	0.6%	332,214	137.4	0.0%	1.2%	15.5%
Mixed Allocation	257.5	0.0%	19,074	112.5	0.6%	2.8%	34.3%
Cash	968.7	0.2%	21,635	65.5	0.3%	0.5%	2.3%
Preferreds	105.7	1.3%	6,497	27.7	0.4%	-1.7%	-7.3%
Commodity	587.4	0.3%	3,702	20.1	0.5%	19.5%	20.7%
Specialty/Alternative	57.7	6.6%	3,171	14.6	0.5%	0.0%	0.9%
Cryptocurrency	227.6	0.3%	6,108	5.0	0.1%	0.6%	20.8%
Total	12,587.0	0.5%	513,061	791.4	0.2%	1.2%	17.2%



New ETF Products

Weekly New ETF Prelim Filings		
Prelim Filing Date	Fund Manager	ETF
Weekly New ETF Approvals		
Approval Date	Fund Manager	ETF
Weekly New ETF Launches		
Launch Date	Fund Manager	ETF
August 19, 2024	PIMCO Canada Corp.	PIMCO Canadian Total Return Bond Fund ETF (CORE)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Amazon Enhanced High Income Shares ETF (AMHE/AMHE.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Amazon Enhanced High Income Shares ETF (AMHE/AMHE.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Amazon High Income Shares ETF (AMZH/AMZH.U)

August 21, 2024	Harvest Portfolios Group Inc.	Harvest Eli Lilly Enhanced High Income Shares ETF (LLHE/LLHE.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Eli Lilly High Income Shares ETF (LLYH/LLYH.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Microsoft Enhanced High Income Shares ETF (MSHE/MSHE.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest Microsoft High Income Shares ETF (MSFH/MSFH.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest NVIDIA Enhanced High Income Shares ETF (NVHE/NVHE.U)
August 21, 2024	Harvest Portfolios Group Inc.	Harvest NVIDIA High Income Shares ETF (NVDH/NVDH.U)
August 23, 2024	Hamilton ETFs	Hamilton U.S. Bond YIELD MAXIMIZER ETF - USD Units (HBND.U)

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