

Monday, May 06, 2024

**ScotiaRED**  
ETF EDGE

## YOUR CANADIAN ETF SNAPSHOT: WEEK ENDING MAY 3

### Notable Weekly Market News

- **Don't count MFs out:** [fixed income mutual funds are \(finally!\) taking in new money, breaking a two-year streak of outflows](#). Not only have bond MFs attracted US\$110B this year, they are beating bond ETFs as demand for actively managed strategies grow.
- **Warning Bells on Covered Calls ETFs:** *Over the last two years, Wall Street has convinced cautious equity investors to send billions of dollars into ETFs that use options to goose yields – assets in the derivatives-powered ETFs have quadrupled to \$69 billion. [A vocal chorus of analysts has been warning against this booming trade](#), to no avail.*
- **ETF Fee war extending to Active:** [management fees in Europe-listed Active ETFs have dropped by more than a third](#) in the last decade as investors continue moving from MFs into ETFs. The avg. cost of an Active ETF fell to 28bps from 41bps in March 2013.
- **Another ETF Conversion:** [US hedge fund manager Tremblant Capital is planning to convert](#) an active global equity fund into an ETF – a rare step, since we've only seen mutual-fund conversions, but this could accelerate conversions from other vehicles into ETFs.
- **Gold sees demand, but not from ETFs:** *The [World Gold Council's Q1 2024 Gold Demand Trends report](#) reveals that total global gold demand was up 3% YoY, marking the strongest first quarter since 2016. Gold ETFs continued to see outflows with global holdings falling by 114t, led by North American and European funds.*

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

## Canadian ETF Weekly Snapshot

**40**

**ETF Providers**  
(+5% YoY)

**1383**

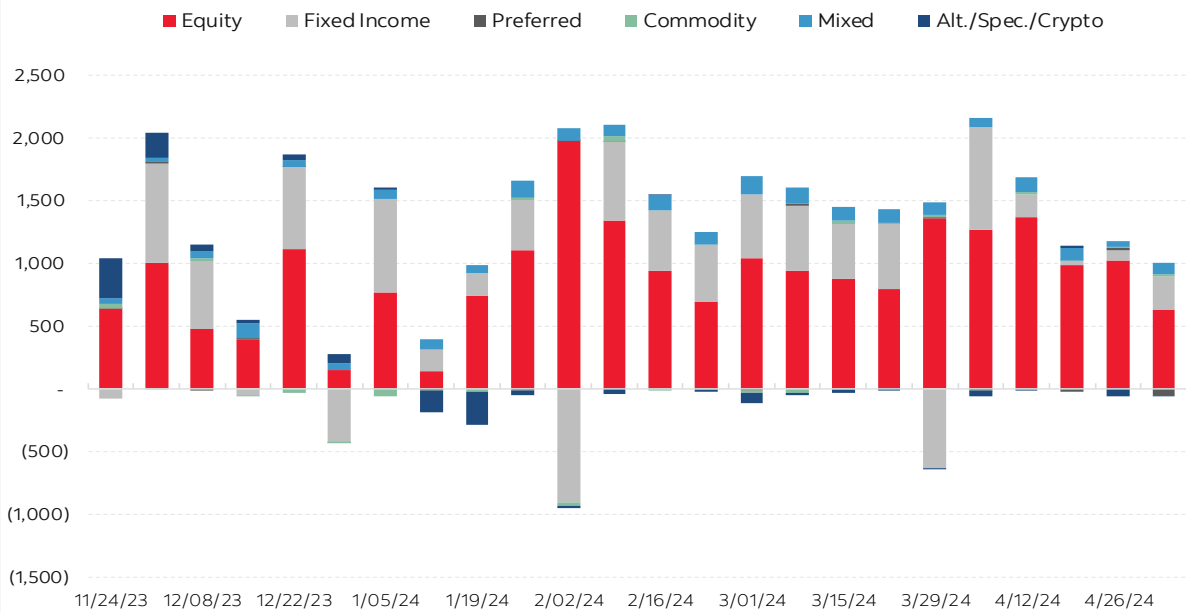
**ETFs**  
(+17% YoY)

**\$460B**

**CAD AUM**  
(+24% YoY)

**\$13.1B**

**Traded**  
(Last Week)

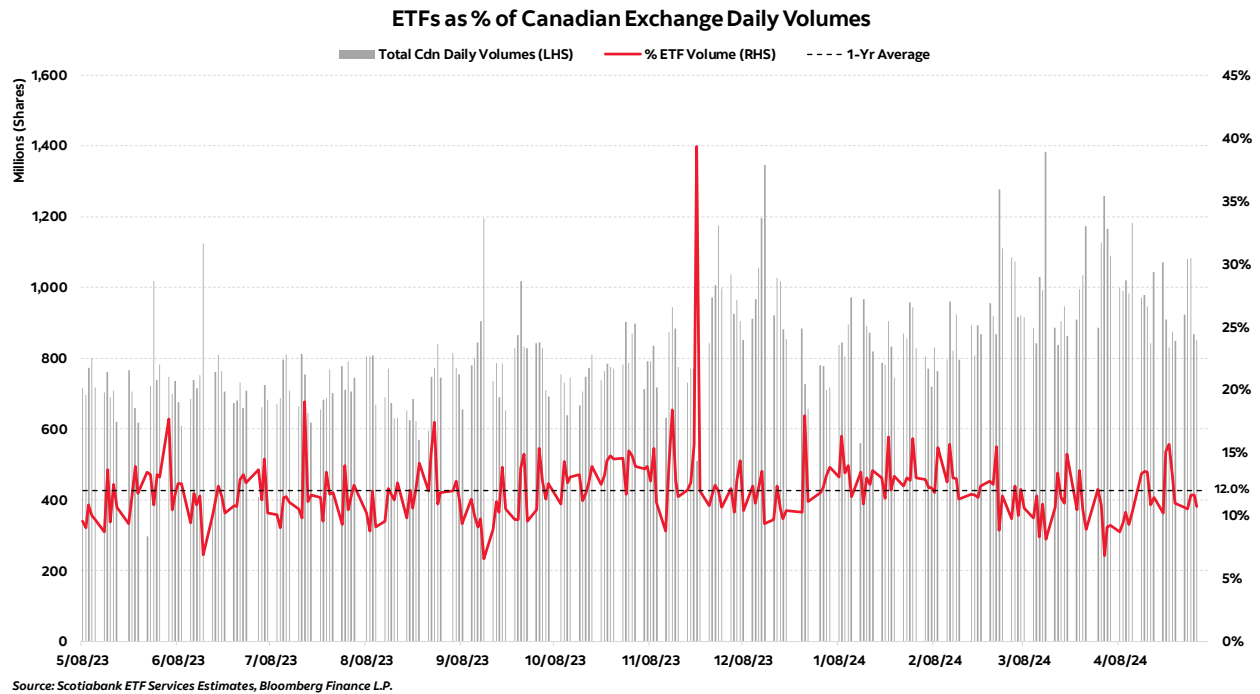


Source: Scotiabank ETF Services Estimates, Bloomberg Finance L.P.

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
Equity	7,867.2	0.7%	298,040	635.2	0.2%	1.5%	12.3%
Fixed Income	2,151.4	0.2%	105,571	379.8	0.4%	1.9%	18.6%
Mixed Allocation	305.9	0.0%	16,435	91.6	0.6%	2.1%	26.6%
Specialty/Alternative	52.9	0.4%	3,094	17.2	0.6%	0.3%	-1.6%
Commodity	730.3	0.2%	2,934	16.1	0.5%	1.3%	-0.7%
Cryptocurrency	518.0	0.3%	5,996	-16.6	-0.3%	-0.8%	23.0%
Preferreds	95.8	1.2%	6,402	-49.5	-0.8%	-0.9%	-5.2%
Cash	1,419.5	0.5%	21,203	-123.1	-0.6%	-5.3%	11.8%
<b>Total</b>	<b>13,140.8</b>	<b>0.5%</b>	<b>459,675</b>	<b>950.7</b>	<b>0.2%</b>	<b>1.2%</b>	<b>13.8%</b>



## New ETF Products

Weekly New ETF Prelim Filings		
Approval Date	Fund Manager	ETF
May 1, 2024	CI Investments Inc.	CI U.S. Quality Dividend Growth Index ETF (DGR.U)
Weekly New ETF Approvals		
Approval Date	Fund Manager	ETF
May 3, 2024	Manulife Investment Management	Manulife Smart Enhanced Yield ETF (CYLD)
May 3, 2024	Manulife Investment Management	Manulife Smart US Enhanced Yield ETF (UYLD/UYLD.B/UYLD.U)
Weekly New ETF Launches		
Approval Date	Fund Manager	ETF
April 29, 2024	Accelerate Financial Tech Inc.	Accelerate Absolute Return Fund (HDGE.U)
April 30, 2024	Guardian Capital	Guardian Investment Grade Corporate Bond Fund (GIGC)

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