

Monday, May 27, 2024

# ScotiaRED

## ETF EDGE

## YOUR CANADIAN ETF SNAPSHOT: WEEK ENDING MAY 24

### Notable Weekly Market News

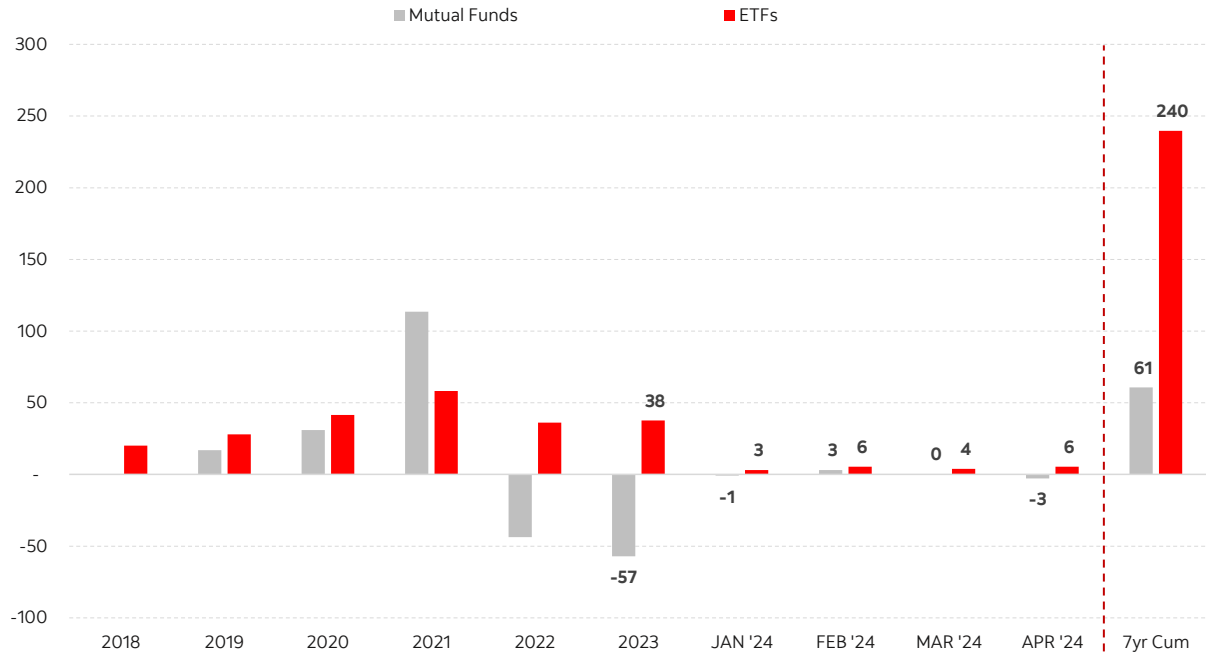
- The [Securities and Exchange Commission approved the first U.S. ETFs holding Ether](#), the largest cryptocurrency behind bitcoin, surprising the crypto community.
- **Global ETF Flows:**
  - [Global ETFs industry gathered US\\$70.4B in April](#), bringing YTD net inflows to a record US\$467.9B. Assets of US\$12.35T invested in the global ETFs industry at the end of April 2024.
  - [US\\$7.4B was added to the European ETF industry during April](#), YTD inflows reach US\$56.9B. Assets of US\$1.91T invested in ETFs industry in Europe at the end of April.
- **ETF Trends:** new survey revealed that investors, both retail and institutional, will [continue to explore and add into actively managed ETFs](#). Active ETFs have grown at an impressive annual rate of 38.4% in the past decade.
  - The survey also found that [ETFs are increasingly being used as tactical bets and in active strategies](#), as opposed to only “buy-and-hold”.
  - State Street is leading the charge in [trying to insert ETFs into the US 401\(k\) system](#), which has historically relied on mutual funds and SMAs.
- **[Surprise, surprise... ESG ETF Concentration](#):** Only 11 asset management firms control 31% of the US\$125B ESG ETF industry.

### Canadian ETFs Continue Leading Mutual Fund Flows

The [Investment Funds Institute of Canada \(IFIC\)](#) announced [April's net flows and assets](#) for investment funds: mutual funds and ETFs.

- **Mutual funds bleed again:** MFs shed C\$2.7B in April, after taking in C\$3.2B in the RSP season (Mar & Feb). Bond and Specialty/Liquid Alt MFs continue seeing strong demand.
- **ETF flows remain strong:** after taking in C\$13B in Q1/24 and C\$38B in 2023, April saw C\$5.5B new cash. Equity ETFs, specifically US-focused, lead inflows.
  - [Assets in both MFs and ETFs decreased for the first time after increasing for five months in a row.](#)

### Canadian Investment Fund Flows: ETFs > MFs (2018-2024; CAD Billions)



Source: IFIG; Scotiabank ETF Services estimates

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

## Canadian ETF Weekly Snapshot

**40**

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

**1409**

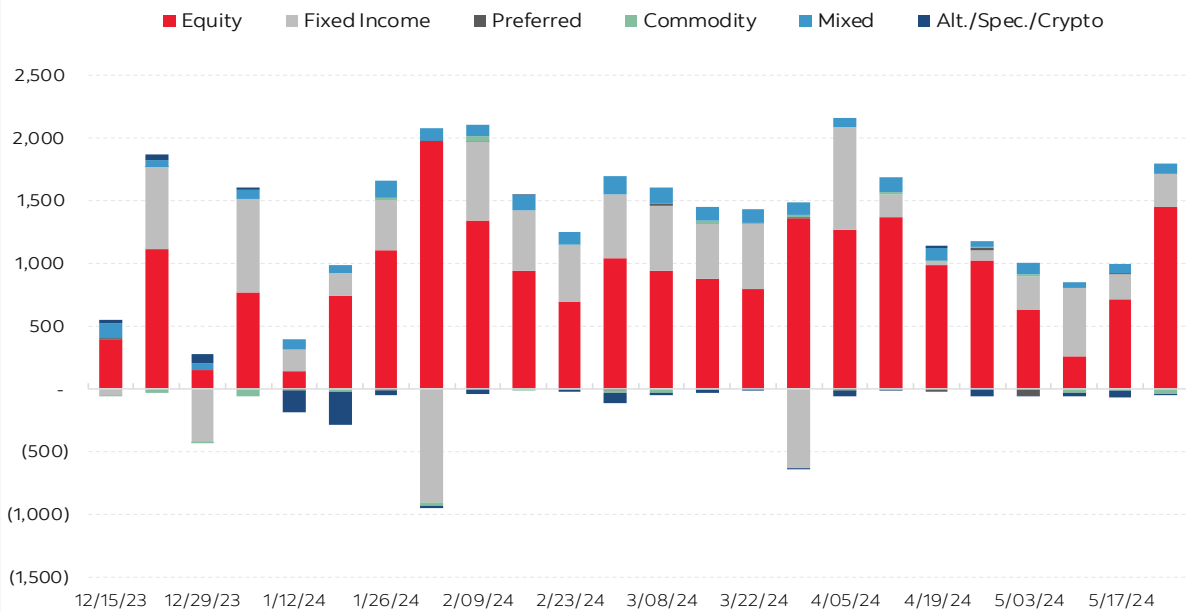
**ETFs**  
(+17% YoY)

**\$473B**

**CAD AUM**  
(+28% YoY)

**\$10.7B**

**Traded**  
(Last Week)

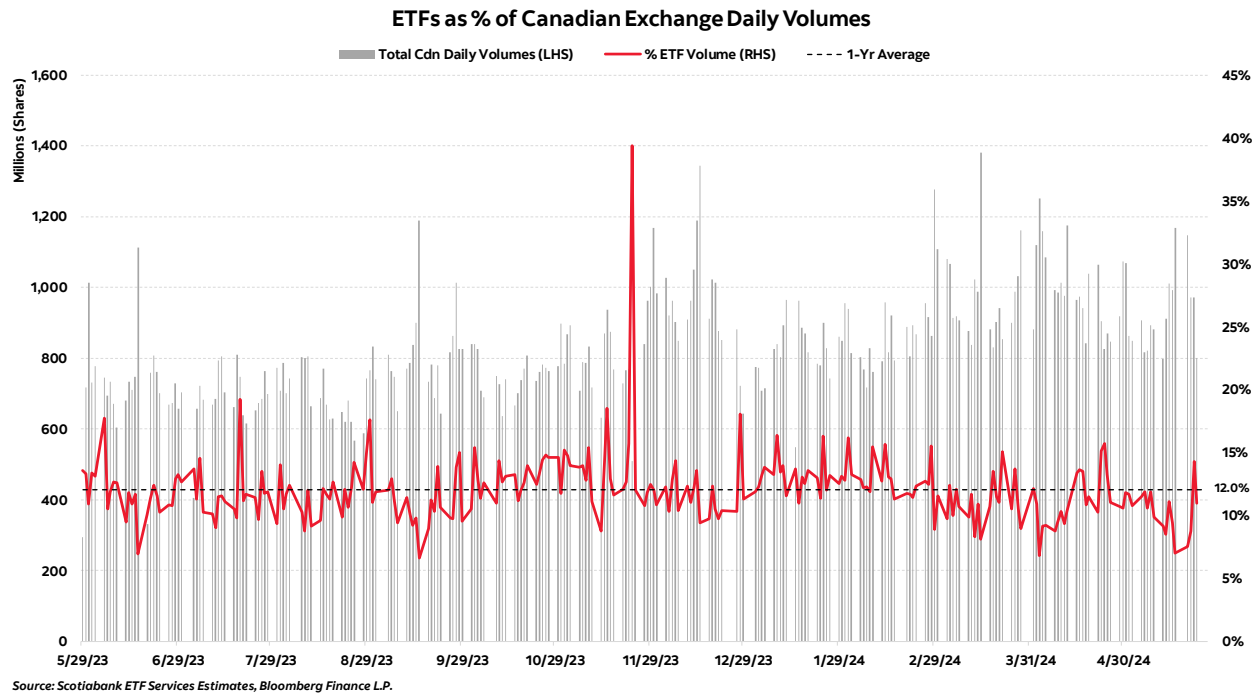


Source: Scotiabank ETF Services Estimates, Bloomberg Finance L.P.

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	6,736.3	0.8%	308,629	1,475.1	0.5%	1.3%	12.7%
Fixed Income	1,389.9	0.2%	106,942	279.6	0.3%	1.6%	19.1%
Mixed Allocation	303.2	0.0%	16,932	78.4	0.5%	2.0%	27.4%
Specialty/Alternative	45.4	0.2%	3,103	1.9	0.1%	-0.4%	-3.3%
Cash	902.1	0.1%	21,264	-7.2	0.0%	-1.1%	9.4%
Preferreds	76.1	1.2%	6,425	-7.5	-0.1%	-0.3%	-4.4%
Cryptocurrency	555.0	0.5%	6,719	-14.5	-0.2%	-1.8%	23.1%
Commodity	679.5	0.2%	2,988	-34.4	-1.1%	-1.5%	-4.1%
<b>Total</b>	<b>10,687.5</b>	<b>0.5%</b>	<b>473,002</b>	<b>1,771.4</b>	<b>0.4%</b>	<b>1.2%</b>	<b>14.1%</b>



## New ETF Products

Weekly New ETF Prelim Filings		
Approval Date	Fund Manager	ETF
May 21, 2024	Purpose Investments Inc.	Purpose Ether Staking Corp. ETF (Ticker TBD)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2025 Investment Grade Bond ETF (CTBA)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2026 Investment Grade Bond ETF (CTBB)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2027 Investment Grade Bond ETF (CTBC)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2028 Investment Grade Bond ETF (CTBD)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2029 Investment Grade Bond ETF (CTBE)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2030 Investment Grade Bond ETF (CTBF)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2025 U.S. Investment Grade Bond ETF (CTUC.U)

May 21, 2024	CIBC Asset Management Inc.	CIBC 2026 U.S. Investment Grade Bond ETF (CTUD.U)
May 21, 2024	CIBC Asset Management Inc.	CIBC 2027 U.S. Investment Grade Bond ETF (CTUE.U)
May 23, 2024	BlackRock Asset Management Canada	iShares S&P 500 3% Capped Index ETF (XUSC/XUSC.U)
May 23, 2024	BlackRock Asset Management Canada	iShares S&P 500 3% Capped Index ETF CAD-Hedged (XSPC)

#### Weekly New ETF Approvals

Approval Date	Fund Manager	ETF
May 21, 2024	Brompton Funds Limited	Brompton Canadian Cash Flow Kings ETF (KNGC)
May 21, 2024	Brompton Funds Limited	Brompton US Cash Flow Kings ETF (KNGU)
May 21, 2024	Brompton Funds Limited	Brompton International Cash Flow Kings ETF (KNGX)
May 23, 2024	CI Investments Inc.	CI U.S. Quality Dividend Growth Index ETF (DGR.U)

#### Weekly New ETF Launches

Launch Date	Fund Manager	ETF
May 22, 2024	Fidelity Investments Canada	Fidelity Global Equity+ Balanced Fund (FGEB)
May 22, 2024	Fidelity Investments Canada	Fidelity Global Equity+ Fund - ETF Series (FGEP)
May 22, 2024	Fidelity Investments Canada	Fidelity Emerging Markets Fund - ETF Series (FCEM)
May 22, 2024	Fidelity Investments Canada	Fidelity Tactical High Income Fund - ETF Series (FTHI)
May 22, 2024	Global X ETFs Canada	Global X Enhanced MSCI EAFE Index ETF (EAFL)
May 22, 2024	Global X ETFs Canada	Global X Enhanced MSCI Emerging Markets Index ETF (EMML)
May 22, 2024	Global X ETFs Canada	Global X Enhanced NASDAQ-100 Index ETF (QQQL)
May 22, 2024	Global X ETFs Canada	Global X Enhanced S&P 500 Index ETF (USSL)
May 22, 2024	Global X ETFs Canada	Global X MSCI EAFE Covered Call ETF (EACC)
May 22, 2024	Global X ETFs Canada	Global X MSCI Emerging Markets Covered Call ETF (EMCC)
May 22, 2024	Global X ETFs Canada	Global X Short-Term Government Bond Premium Yield ETF (PAYS)

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