

Monday, September 16, 2024

# ScotiaRED

## ETF EDGE

## YOUR CANADIAN ETF SNAPSHOT: WEEK ENDING SEPTEMBER 13

### Notable Weekly Market News

- **Global ETF Flows to Smash Prior Records:** US ETFs are not the only funds set to surpass their flow record, but globally listed ETFs are on pace to surge past the 2021 record of US\$1.3T. Global ETFs have attracted US\$970B in the first eight months of 2024, after strong July and August flows – equity, fixed income, and active favoured.
  - Increased adoption of ETFs in model portfolios is one of the many drivers of ETF flows, with US leading the charge. However, UK model portfolios are struggling to grow their allocation to ETFs as trading of these continues to be an obstacle for UK adoption.
  - T+1 settlement cycle move in North America is causing issues for European ETF dealers and asset managers due to Europe remaining in T+2. These players are forced to “cover large funding gaps” since the move, increasing trading costs for ETFs.
  - Europe bullish on ETFs: European institutional investors and IAs are expected to increase their allocation to ETFs in the next three years, increasingly using these as core holdings rather than just tools.
- **Major ETFs affected by new index rules:** SPDJ recently changed its rules to cap the dominance of the largest companies – SPDJ is set to reduce weights of leaders in proportion to their market cap to avoid breaching size-related thresholds in key benchmarks. Bloomberg estimates index ETFs with roughly US\$350B in AUM will be affected.

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

## Canadian ETF Weekly Snapshot

**41**

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

**1466**

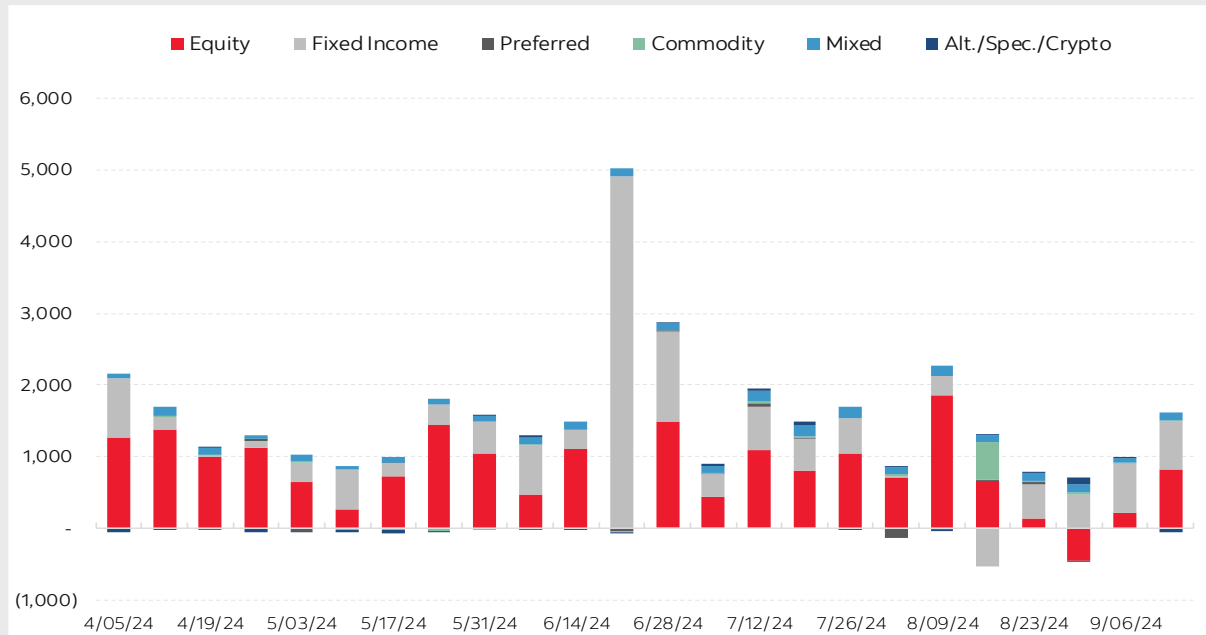
**ETFs**  
(+18% YoY)

**\$518B**

**CAD AUM**  
(+34% YoY)

**\$14.3B**

**Traded**  
(Last Week)

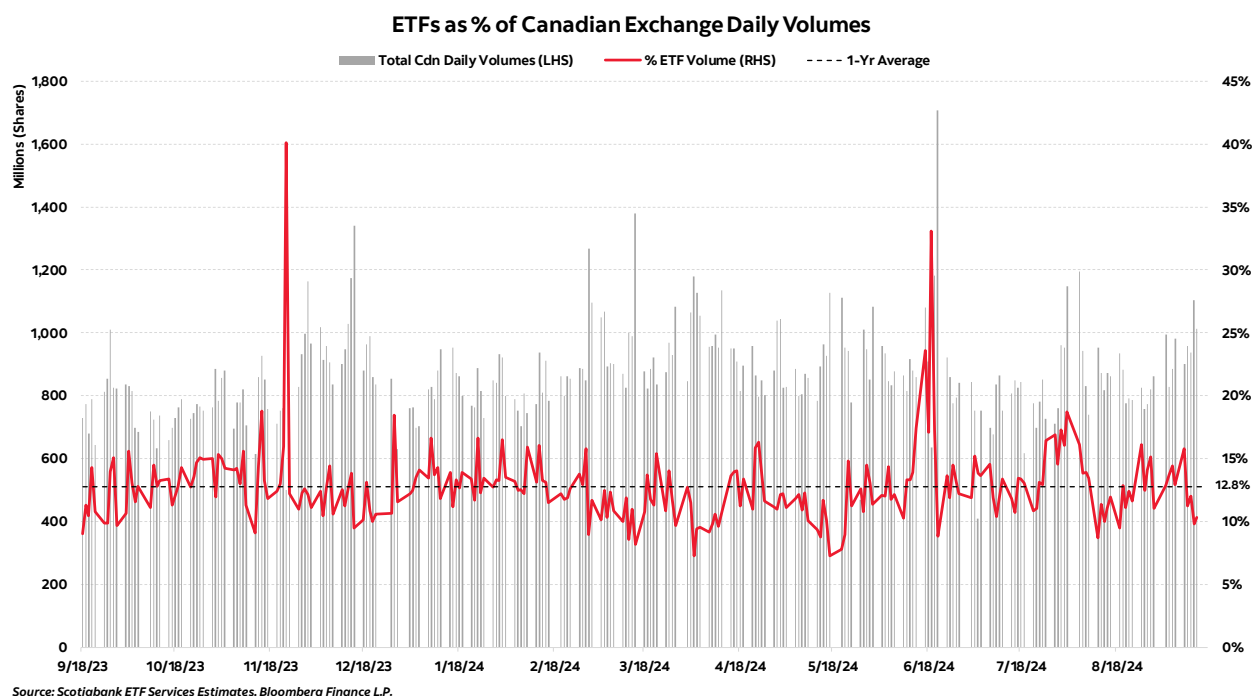


Source: Scotiabank ETF Services Estimates, Bloomberg Finance L.P.

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	9,208.1	0.7%	334,765	838.1	0.3%	0.3%	16.1%
Fixed Income	2,798.1	0.3%	123,340	605.3	0.5%	2.2%	24.7%
Mixed Allocation	247.5	0.0%	19,462	111.2	0.6%	2.3%	35.6%
Cash	1,126.4	0.8%	21,330	60.1	0.3%	-0.9%	-2.1%
Commodity	590.0	0.5%	3,847	17.0	0.5%	19.7%	23.3%
Specialty/Alternative	89.1	13.0%	3,270	-6.1	-0.2%	3.0%	4.3%
Preferreds	73.8	1.1%	6,442	-16.2	-0.3%	-0.1%	-8.2%
Cryptocurrency	217.0	0.2%	5,674	-26.0	-0.5%	0.0%	25.1%
<b>Total</b>	<b>14,349.9</b>	<b>0.5%</b>	<b>518,130</b>	<b>1,583.3</b>	<b>0.3%</b>	<b>0.9%</b>	<b>17.5%</b>



## New ETF Products

Weekly New ETF Prelim Filings		
Prelim Filing Date	Fund Manager	ETF
Weekly New ETF Approvals		
Approval Date	Fund Manager	ETF
September 9, 2024	Fidelity Investments Canada	Fidelity Equity Premium Yield ETF (FEPY/FEPY.U)
Weekly New ETF Launches		
Launch Date	Fund Manager	ETF
September 9, 2024	First Trust Portfolios Canada	First Trust SMID Cap Rising Dividend Achievers ETF (SDVY/SDVY.F)
September 10, 2024	CI Investments Inc.	CI Global Quality Dividend Growth Index ETF (CGQD.B)
September 10, 2024	Forstrong Global Asset Management	Forstrong Global Balanced Fund - ETF Series (FGBL)
September 10, 2024	Mackenzie Financial Corporation	Mackenzie Bluewater Next Gen Growth ETF (MNXT)

September 10, 2024	Mackenzie Financial Corporation	Mackenzie Core Resources ETF (MORE)
September 10, 2024	Mackenzie Financial Corporation	Mackenzie Global Equity ETF (MGQE)
September 10, 2024	Mackenzie Financial Corporation	Mackenzie International Equity ETF (MIQE)
September 12, 2024	Vanguard Investments Canada	Vanguard Canadian Ultra-Short Government Bond Index ETF (VVSG)

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