



Brompton Index One Canadian Cash Flow Kings Index ("KNGC Index")

August 31, 2024

BROMPTON
FUNDS

Brompton Index One Canadian Cash Flow Kings Index rebalances quarterly to continually seek out publicly-listed Canadian companies with the highest Free Cash Flow Yields. These companies are valued attractively relative to their ability to generate cash and shareholder value.

Key Facts¹

Portfolio Metrics	KNGC Index - NEW*	KNGC Index - Before Rebalance*	S&P/TSX Composite Index	MSCI Canada Value Index
Free Cash Flow Yield %	9.6%	9.4%	3.6%	6.6%
P/E	12.9x	13.2x	21.6x	14.9x
Average Market Cap (in \$USD, Billion)	\$11.8B	\$11.9B	\$12.2B	\$26.4B

Index Top 10¹

NEW After Rebalance	Sector	Weight	
Canadian Natural Resources	Energy	6.0%	<i>Promoted</i>
Suncor Energy, Inc.	Energy	6.0%	
Cenovus Energy Inc	Energy	6.0%	
Imperial Oil Ltd.	Energy	6.0%	
Nutrien Ltd	Materials	6.0%	
George Weston Ltd.	Consumer Staples	6.0%	
Loblaw Cos. Ltd.	Consumer Staples	6.0%	
Air Canada Inc.	Industrials	6.0%	
CGI Inc	Information Technology	6.0%	
Ovintiv Inc	Energy	5.5%	
Total Top 10		59.5%	

Before Rebalance	Sector	Weight
George Weston Ltd.	Consumer Staples	6.9%
CGI Inc	Information Technology	6.8%
Loblaw Cos. Ltd.	Consumer Staples	6.7%
Imperial Oil Ltd.	Energy	6.7%
Suncor Energy, Inc.	Energy	6.3%
Cenovus Energy Inc	Energy	5.8%
Empire Co., Ltd.	Consumer Staples	5.8%
Air Canada Inc.	Industrials	5.3%
Nutrien Ltd	Materials	4.9%
Canadian Tire Corp., Ltd.	Consumer Discretionary	4.6%
Total Top 10		59.8%

Top Movers (June 30 - August 31)²

Stock	% Change	News	FCFY (Aug 16)	IN/OUT After Rebalance
Stelco Holdings	76.2%	Cleveland-Cliffs Announces the Acquisition of Stelco	4.7%	OUT
Lundin Gold	33.9%	Q2 Earnings - Record Revenue and EBITDA & Positive Guidance	9.5%	IN
Dundee Precious Metals	22.6%	Q2 Earnings - Record Free Cash Flow Growth	25.2%	IN
Transalta Corp	22.4%	Q2 Earnings - Strong Outlook & Completion of 200 MW Wind Farm Project	10.0%	IN
Gildan Activewear	18.4%	Q2 Earnings - Rise in Revenues & Gross Margin Improvement	6.2%	IN

Sector Update¹

Sector Update	New %	Before Rebal. %	Change
Energy	39.7%	35.3%	+4.4%
Consumer Staples	17.3%	19.4%	-2.0%
Materials	13.2%	15.6%	-2.3%
Information Technology	11.1%	8.5%	+2.6%
Consumer Discretionary	9.2%	12.4%	-3.2%
Industrials	6.8%	6.4%	+0.4%
Utilities	2.6%	2.4%	+0.2%
Total	100%	100%	

- Energy sector remains the largest; Canadian energy companies are high quality stocks with strong FCFs and relatively low valuations
- Higher Info Tech weighting as several high quality Canadian tech stocks (OpenText, CGI etc.) added/increased, mainly driven by favourable EVs as Tech stocks pulled back in August
- Index reduced its weightings in Consumer Discretionary, Materials and Consumer Staples due to less favourable FCF relative to their valuations

Performance^{3,4}

Annual Compound Returns	1 Year	3 Year	5 Year	10 Year
Brompton Index One Canadian Cash Flow Kings Index	10.6%	16.0%	12.9%	10.4%
S&P/TSX Composite Index	18.8%	7.6%	10.6%	7.3%
MSCI Canada Value Index	23.1%	12.9%	11.9%	7.8%

1) Sources: Index One, S&P Global, MSCI, Morningstar Direct, Bloomberg & LSEG Eikon, as of August 16, 2024.

2) Source: LSEG Eikon, as of August 31, 2024. The Percentage Change for Top Movers are calculated based on closing price for the period June 30-August 31, 2024.

3) Source: Morningstar Direct, all returns in CAD\$, as of August 31, 2024.

* New KNGC Index refers to new Index Holdings after August 31, 2024 rebalance; KNGC Index Before Rebalance refers to existing KNGC Index holdings as of August 16, 2024.

4) Indices are not investment advice and should not be construed as investment advice. The indices rely directly or indirectly on various sources of information to assess the criteria of issuers included in the indices, including information that may be based on assumptions and estimates. Neither the ETFs, the Index Provider, or Brompton Funds Limited can offer assurances that the indices' calculation methodology or sources of information will provide an accurate assessment of included issuers or a correct valuation of securities, nor can they guarantee the availability or timeliness of the production of the applicable index.

The constituents of the Brompton Index One Canadian Cash Flow Kings Index shown is hypothetical and should not be considered as a tradable portfolio. Indices are not investment advice and should not be construed as investment advice. The indices rely directly or indirectly on various sources of information to assess the criteria of issuers included in the indices, including information that may be based on assumptions and estimates. Neither the ETFs, the Index Provider, or Brompton Funds Limited can offer assurances that the indices' calculation methodology or sources of information will provide an accurate assessment of included issuers or a correct valuation of securities, nor can they guarantee the availability or timeliness of the production of the applicable index.

Certain information contained herein (the "Information") is sourced from/copyright of MSCI Inc., MSCI ESG Research LLC, or their affiliates ("MSCI"), or information providers (together the "MSCI Parties") and may have been used to calculate scores, signals, or other indicators. The Information is for internal use only and may not be reproduced or disseminated in whole or part without prior written permission. The Information may not be used for, nor does it constitute, an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product, trading strategy, or index, nor should it be taken as an indication or guarantee of any future performance. Some funds may be based on or linked to MSCI indexes, and MSCI may be compensated based on the fund's assets under management or other measures. MSCI has established an information barrier between index research and certain Information. None of the Information in and of itself can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user assumes the entire risk of any use it may make or permit to be made of the Information. No MSCI Party warrants or guarantees the originality, accuracy and/or completeness of the Information and each expressly disclaims all express or implied warranties. No MSCI Party shall have any liability for any errors or omissions in connection with any Information herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.