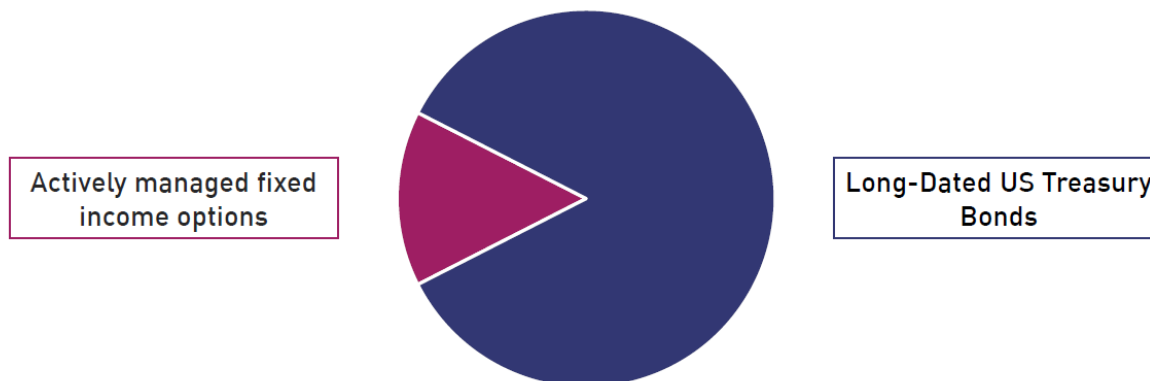


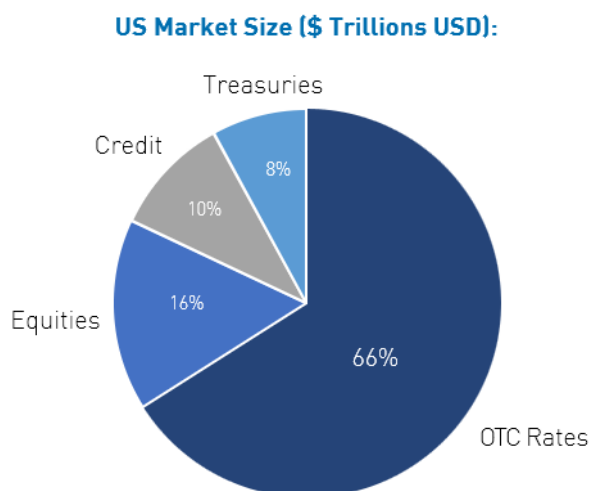
BNDD: Leveraging Options to Enhance Your Treasury Returns and Build Resilient Portfolios

Bullish on bonds? Think rate cut expectations are too aggressive? Hoping to lock in today's yields before they start falling? Want to add carry to your portfolio but leery of taking more credit risk?

The Quadratic Deflation ETF (BNDD) is an actively managed government bond ETF that seeks to benefit from lower growth, deflation, lower or negative long-term interest rates, and/or a reduction in the spread between shorter and longer-term interest rates by investing in U.S. Treasuries and options. BNDD has the potential for enhanced returns in periods of lower economic growth by augmenting its exposure to long-dated Treasuries with a portfolio of long-only OTC options.



This strategy is unique because of the access it gives investors access to the world's largest asset class, the OTC rate market. BNDD's portfolio of long-only options on the shape of the U.S. interest rate curve could potentially make this strategy a diversifier to a fixed-income portfolio.* The options held by the fund could also potentially serve as a market hedge if the expected Fed cuts do not happen or when long-dated bonds rally moving their yields lower.



Source: Nasdaq, SIFMA and BIS. "US OTC Rates" defined as the notional value outstanding in interest rate contracts denominated in USD as of H1 2023.

The market is currently pricing in about -125bp (as of 12/31/23) of rate cuts for 2024. If those rate cuts are not delivered, the OTC options inside the fund could potentially enhance the return of the fund's

Treasuries. Also, if the spread between shorter- and longer-term interest rates compresses, either because of lower inflation expectations and/or deflation, BNDD could potentially benefit.

BNDD could also function as a complement to long-duration Treasuries or as a more efficient position. A smaller allocation to BNDD could provide similar exposure with the added benefit of an options portfolio to potentially enhance returns. Of course, because of its unique option component, investors should expect BNDD returns to be more volatile than investments in long-only Treasuries.

By incorporating options, BNDD's distributions may also enhance conventional fixed-income portfolios. BNDD has distributed a minimum of 30bps monthly since the fund started paying distributions.**

For BNDD standard performance, including 30-Day SEC Yield, please click [here](#).

BNDD offers a unique opportunity for investors amid uncertainty in the fixed-income markets. The fund's strategic focus on lower growth and deflation, combined with its inclusion of long-only OTC options, positions it as a potential hedge against unmet Fed rate cut expectations. With consistent monthly distributions and the ability to enhance portfolio diversity, BNDD stands as a compelling choice for investors seeking a strategic and efficient approach to a strategic and efficient alternative for current market conditions.

*Diversification does not ensure a profit or guarantee against a loss.

**Some of these distributions may include return of capital.

Important Information

The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please visit www.BNDDETF.com.

ETF shares are not redeemable with the issuing fund other than in large transactions with institutional investors. Shares of any ETF are generally bought and sold at market price (not NAV).

Market price returns are based on the official closing price of an ETF share or, if the official closing price isn't available, the midpoint between the national best bid and national best offer ("NBBO") as of the time the ETF calculates current NAV per share. NAVs are calculated using prices as of 4:00 PM Eastern Time. The returns shown do not represent the returns you would receive if you bought and sold shares at other times. Any brokerage commissions will reduce returns.

There is no guarantee the Fund will declare distributions in the future or that, if declared, such distributions will remain at current levels or increase over time.

Investing involves risk, including possible loss of principal. There can be no assurance that a Fund will achieve its stated investment objectives. The Fund does not seek to mitigate credit risk, non-curve interest rate risk, or other factors influencing the price of U.S. government bonds, which factors may

have a greater impact on the bonds' returns than the U.S. interest rate curve or deflation. There is no guarantee that the Fund's investments will eliminate or mitigate curve risk, or deflation risk on long positions in U.S. government bonds. In addition, when the forward U.S. interest rate curve steepens, the Fund's investments will generally underperform a portfolio comprised solely of the U.S. government bonds. In a steepening curve environment (increase in the spread between shorter and longer term interest rates), the Fund's strategy could result in disproportionately larger losses in the Fund's options as compared to gains or losses in the U.S. government bond positions. The Fund's exposure to options subjects the Fund to greater volatility than investments in traditional securities and may magnify the Fund's gains or losses. The Fund is non-diversified and therefore has concentration risk.

OTC options generally have more flexible terms negotiated between the buyer and the seller. As a result, such instruments generally are subject to greater counterparty risk. OTC instruments also may be subject to greater liquidity risk. There are risks involved with investing in options including the potential loss of the amount, or premium, paid for the option.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The Fund's summary and full prospectus contain this and other important information about the Fund and may be obtained by calling 1-888-BNDD-007 (1-888-263-3007) or visiting www.BNDDETF.com. Please read the prospectus carefully before investing.

BNDD is distributed by SEI Investments Distribution Co. (SIDCO), 1 Freedom Valley Drive, Oaks, PA 19456. The Fund's sub-adviser is Quadratic Capital Management LLC (Quadratic). SIDCO is not affiliated with Quadratic. Neither Quadratic nor SIDCO or their affiliates provide tax advice. Please note that (i) any discussion of U.S. tax matters contained in this communication cannot be used by you for the purpose of avoiding tax penalties; (ii) this communication was written to support the promotion or marketing of the matters addressed herein; and (iii) you should seek advice based on your particular circumstances from an independent tax advisor.