

TXSS | Texas Small Cap Equity Index ETF

Objective

The Texas Capital Texas Small Cap Equity Index ETF (the “Fund”) seeks to provide investment results that, before fees and expenses, correspond generally to the total return performance of the Texas Capital Texas Small Cap Equity Index (the “Index”).

The Index is a sector GDP weighted and market-capitalization weighted diversified index designed to reflect the performance of stocks in small-capitalization companies that are headquartered in Texas. The key business sectors in the Index include industrials, energy, consumer discretionary, healthcare and real estate.



FUND DETAILS

| | |
|----------------|-------------------------|
| Inception Date | 12/20/2023 |
| Exchange | Nasdaq |
| Ticker | TXSS |
| CUSIP | 88224A409 |
| Type | US EQUITY PASSIVE |
| Benchmark | Syntax US SmallCap 2000 |
| Expense Ratio | 0.49% |
| Manager | Carlos Pena |

Rationale

We believe companies headquartered in Texas enjoy certain economic, regulatory, taxation, workforce and other benefits relative to companies headquartered in other states. We believe small capitalization companies enjoy these benefits in greater proportion when compared to larger, more geographically diverse companies. In the Advisor's view, the strong business environment in the state of Texas is demonstrated by, among other things, its infrastructure spending and resources, relatively low cost of conducting business, export data, and third-party rankings and recognitions.

We believe the Fund offers a cost-effective opportunity to invest directly in small-capitalization companies that benefit from the economic environment in Texas.



MACROECONOMIC TRENDS

Captures and capitalizes on the macroeconomic trends of companies located in Texas's favorable business climate.



INDUSTRY DIVERSIFICATION

Investment weighting determined by GDP-based sector weights and market capitalization-based company weights.



SMALL CAP EXPOSURE

Specific exposure to small companies located in one of the world's largest economies by GDP.

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Methodology

To represent the economic diversity of the state of Texas, the Index will use sector weightings corresponding to the industry contributions to the state of Texas Gross Domestic Product (GDP) as reported for the private sector by the U.S. Bureau of Economic Analysis. Within each sector allocation, the Index will use market-capitalization weightings to represent the public companies headquartered in the state of Texas operating within the identified sector. The fund reconstitutes and rebalances on a quarterly basis. Small-capitalization companies for purposes of the Index are those that have a capitalization smaller than the 800th largest company in the Index universe by market capitalization.

GDP WEIGHT

To represent the economic diversity of the state of Texas, the Index will use sector weightings corresponding to the industry contributions to the state of Texas Gross Domestic Product (GDP) as reported for the private sector by the U.S. Bureau of Economic Analysis.

MARKET-CAP WEIGHT

Within each sector allocation, the Index will use market capitalization weightings to represent the public companies headquartered in the state of Texas operating within the identified sector.

KEY PARAMETERS

- Minimum ADTV of \$1M over the trailing 90 days
- Minimum market float of \$100M
- Security weightings: < .05%, > 10%

Investors should carefully consider the investment objectives, risks and charges of the fund before investing. The prospectus contains this information and other information about the fund, and it should be read carefully before investing. Investors can obtain a copy of the prospectus by calling 844.TCB.ETFS (844.822.3837).

Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold, may be worth more or less than their original cost. Unlike mutual funds, shares of ETFs are not individually redeemable directly with the ETF. Shares of ETFs are bought and sold at market price, which may be higher or lower than the net asset value (NAV).

Investment and Market Risk. *As with all investments, an investment in the Fund is subject to investment risk. Investors in the Fund could lose money, including the possible loss of the entire principal amount of an investment, over short or prolonged periods of time.*

Index Tracking Risk. *There is no guarantee that the Fund will achieve a high degree of correlation to the Index and therefore achieve its investment objective. The Fund may have difficulty achieving its investment objective due to fees, expenses (including rebalancing expenses), and other transaction costs related to the normal operation of the Fund. These costs that may be incurred by the Fund are not incurred by the Index, which may make it more difficult for the Fund to track the Index.*

Geographic Concentration Risk. *Because the Fund and the Index will invest only in issuers headquartered in a particular geographic region, the Fund's performance is expected to be closely tied to various factors such as social, financial, economic and political conditions within that region. Events that negatively affect that region may cause the value of the Fund's shares to decrease, in some cases significantly. As a result, the Fund may be more volatile than more geographically diverse funds.*

Small Capitalization Companies Risk. *Investments in securities of small-cap companies may be riskier, more volatile, and more vulnerable to economic, market and industry changes than investments in larger, more established companies. As a result, share price changes may be more sudden or erratic than the prices of other equity securities, especially over the short term. Small-cap companies often have less predictable earnings, more limited product lines, markets, distribution channels, or financial resources, and the management of such companies may be dependent on one or a few key people. The equity securities of small-cap companies are generally less liquid than the equity securities of larger companies.*

Texas Capital Bank Wealth Management Services, Inc., d/b/a Texas Capital Bank Private Wealth Advisors ("PWA"), a wholly owned subsidiary of Texas Capital Bank and an investment advisor registered with the U.S. Securities and Exchange Commission ("SEC"), serves as investment Adviser to the Texas Small Cap Equity Index ETF and is paid a fee for its services. Shares of the Texas Small Cap Equity Index ETF are not deposits or obligations of, or guaranteed or endorsed by, Texas Capital Bank or its affiliates. The Texas Small Cap Equity Index ETF is not insured by the FDIC or any other government agency.

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