

Press Release

Global X ETFs Launches Fixed-Income ETF Tracking Solactive 1-3 month US T-Bill Index

June 27, 2023

FRANKFURT AM MAIN – The Federal Reserve has raised the interest rates ten times since March 2022 to fight rising inflation rapidly. This movement has led money market instruments to yield higher returns than some alternative investment options. In light of this landscape, there has been a noticeable increase in investor interest in allocating resources into less risky market segments, i.e. short-term fixed-income products. To tap into this potential, Global X ETFs has launched the Global X 1-3 Month T-Bill ETF, tracking the Solactive 1-3 month US T-Bill Index and offering investors a chance to diversify their portfolio within the fixed-income space.

The Solactive 1-3 month US T-Bill Index is designed to reflect the performance of USD-denominated T-bills (1-3 months) issued by the US government. It operates on a rule-based, market-value-weighted system. The new ETF tracking the index is listed on June 20 on the NYSE under the ticker CLIP.

This launch follows the US central bank's several rate hikes since March 2022, implemented to manage inflation effectively. Recently, the Fed announced its decision to hold its benchmark rate target at 5%-5.25% to assess the impact of the increases. Due to their shorter maturity periods, short-term bonds are generally less affected by interest rate fluctuations compared to long-term bonds, reducing investors' exposure to interest rate risk and offering a potentially higher return on investment than the long-term counterparties.

Timo Pfeiffer, Chief Markets Officer at Solactive, commented: *"We are very pleased that Global X ETFs has chosen Solactive to launch this ETF, which tracks our index focusing on short-term bonds. This emphasis aligns with the current economic climate and the potential for further interest rate hikes, mitigating investors' exposure to interest rate risk. Our collaboration with Global X ETFs underscores Solactive's commitment to growing in the fixed-income space, and we're excited about the prospects this partnership brings."*

Solactive AG
German Index Engineering
Platz der Einheit 1
60327 Frankfurt am Main
Germany

Steffen Scheuble
CEO
+49 (69) 719 160-20
steffen.scheuble@solactive.com

Timo Pfeiffer
CMO
+49 (69) 719 160-320
timo.pfeiffer@solactive.com

Maria Seifert/Gabriela Ormazabal
PR & Communications
+49 (69) 719 160-311
press@solactive.com

For more information, please visit:

<http://www.solactive.com>

Note to editors

About Solactive

Solactive is a leading provider of indexing, benchmarking, and calculation solutions for the global investment and trading community. Headquartered in Frankfurt and with offices in Hong Kong, Toronto, Berlin, Dresden, and Amsterdam, we innovate and disrupt the status quo as the partner of choice for our clients.

The unique blend of our 280 staff's expertise in data, data science, financial markets, and technology enables our clients' continued success through the delivery of a superior experience, unique customization capabilities, and the best value for money available in the industry. With more than 25,000 indices calculated daily, we offer a full suite of solutions, including market leading ESG and thematic indices.

As at January 2023, Solactive served approximately 500 clients across the world, with approximately US\$250 billion invested in products linked to our indices. Solactive is registered with ESMA as a benchmark administrator and is supervised by the BaFin.

Disclaimer

The information in this document does not constitute tax, legal or investment advice and is not intended as a recommendation for buying or selling securities. Solactive AG and all other companies mentioned in this document are not responsible for the consequences of reliance upon any opinion or statement contained herein or for any omission.

Solactive AG, Platz der Einheit 1, 60327 Frankfurt am Main, Germany. Registered Office: Frankfurt am Main, Registration Court: Amtsgericht Frankfurt am Main, HRB: 79986, USt-IdNr.: DE 255 598 976. Management Board: Steffen Scheuble, Alexander Steiner, and Timo Pfeiffer, Head of Supervisory Board: Dr Felix Mühlhäuser.

Solactive AG
German Index Engineering
Platz der Einheit 1
60327 Frankfurt am Main
Germany

Steffen Scheuble
CEO
+49 (69) 719 160-20
steffen.scheuble@solactive.com

Timo Pfeiffer
CMO
+49 (69) 719 160-320
timo.pfeiffer@solactive.com

Maria Seifert/Gabriela Ormazabal
PR & Communications
+49 (69) 719 160-311
press@solactive.com