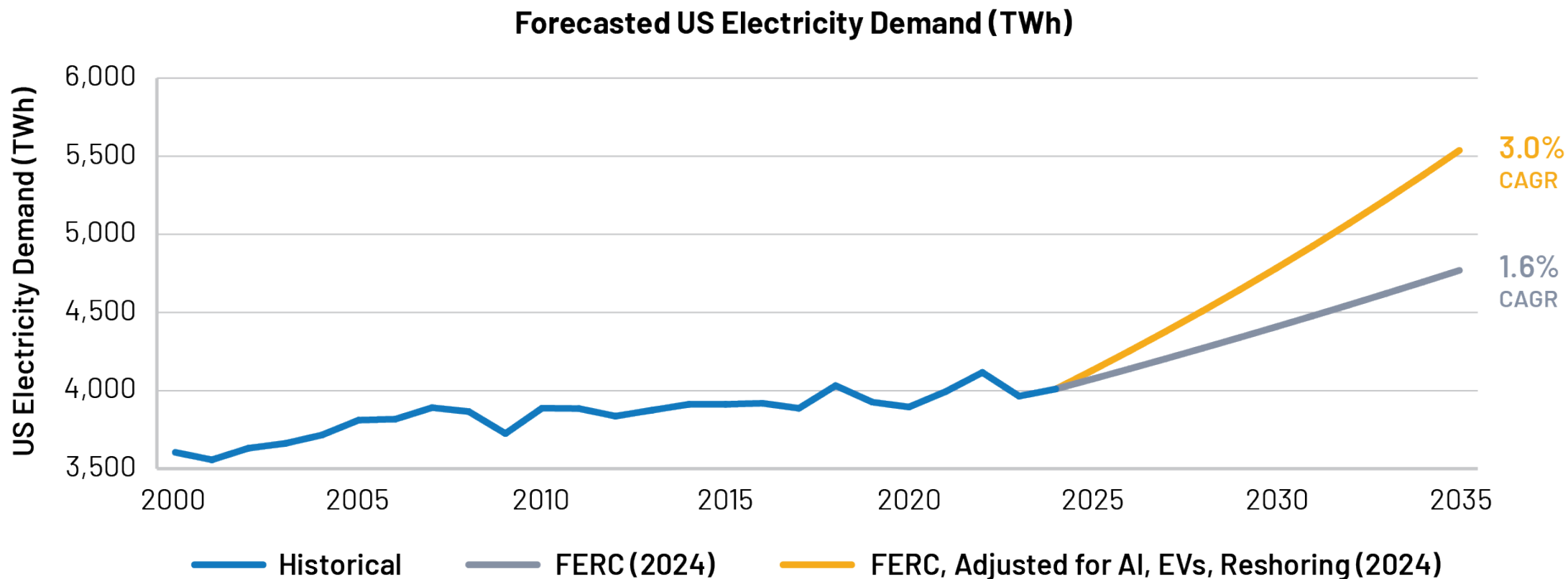




# WHAT GROWING ELECTRICITY DEMAND MEANS FOR YOUR PORTFOLIO

Institutional Use Only

# ELECTRICITY DEMAND IS FORECAST TO GROW AT LEVELS NOT SEEN SINCE THE 1960s



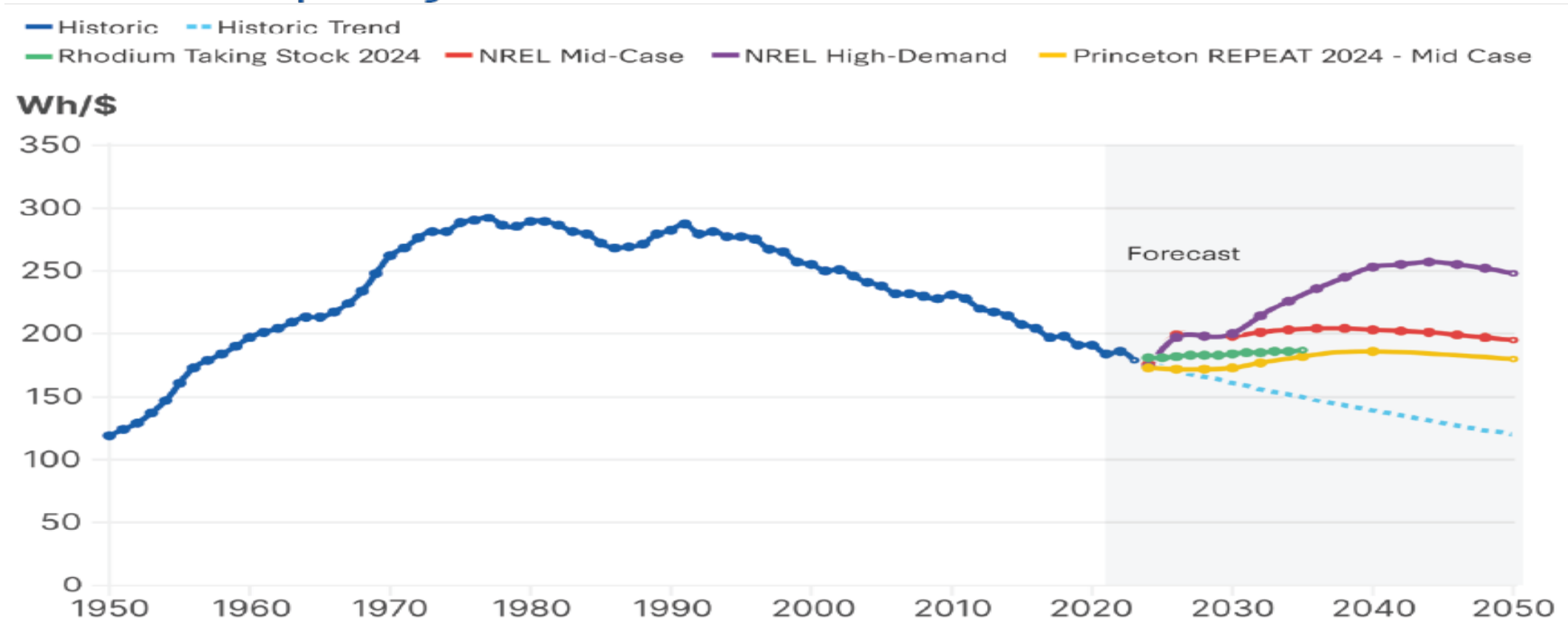
Sources: BloombergNEF (historical data) and GridStrategies

Data references Federal Energy Regulatory Commission (FERC) implied growth rates as of 12/31/2024.

“TWh” refers to terawatt hour. “EVs” refer to electric vehicles. “CAGR” refers to Compound Annual Growth Rate.

# INCREASING ELECTRICITY DEMAND MEANS MORE ELECTRICITY NEEDED FOR THE SAME LEVEL OF GDP

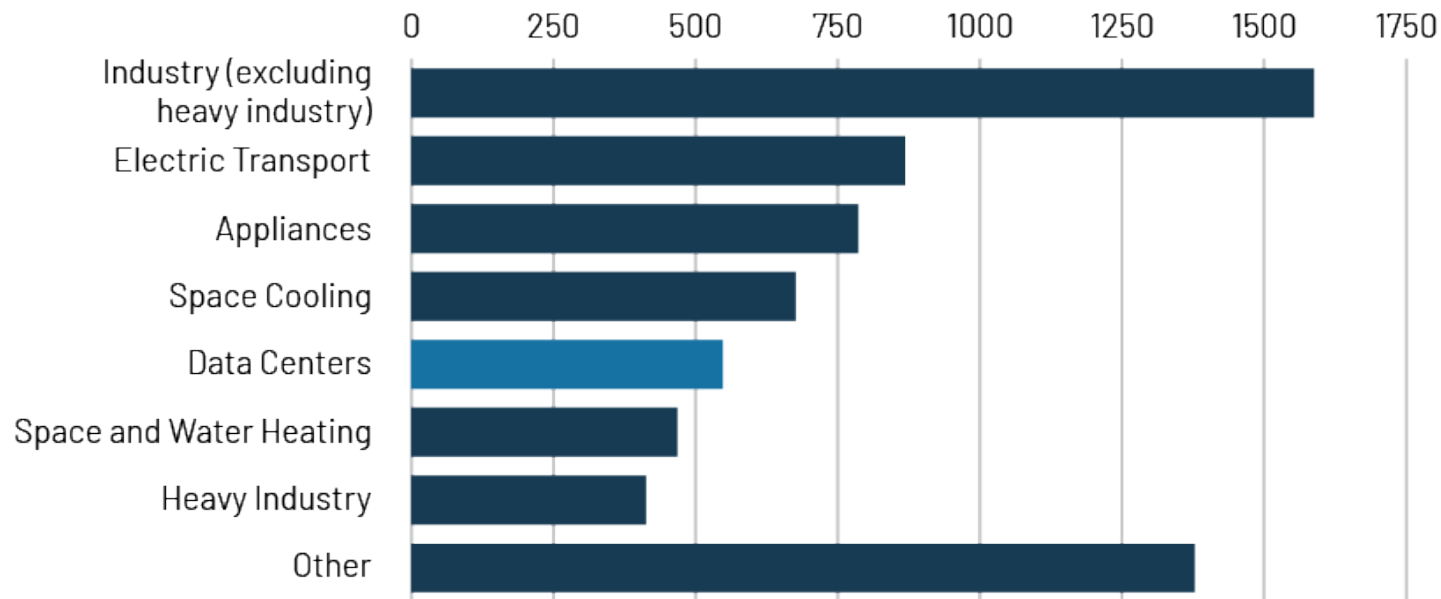
## Electricity Intensity of US GDP Reversal or Step Change in Trend Possible



# ESTIMATED ELECTRICITY DEMAND SHOWS SUBSTANTIAL GROWTH

*'Data Center' sector is looking to be very conservative as AI data center builds continue to be announced*

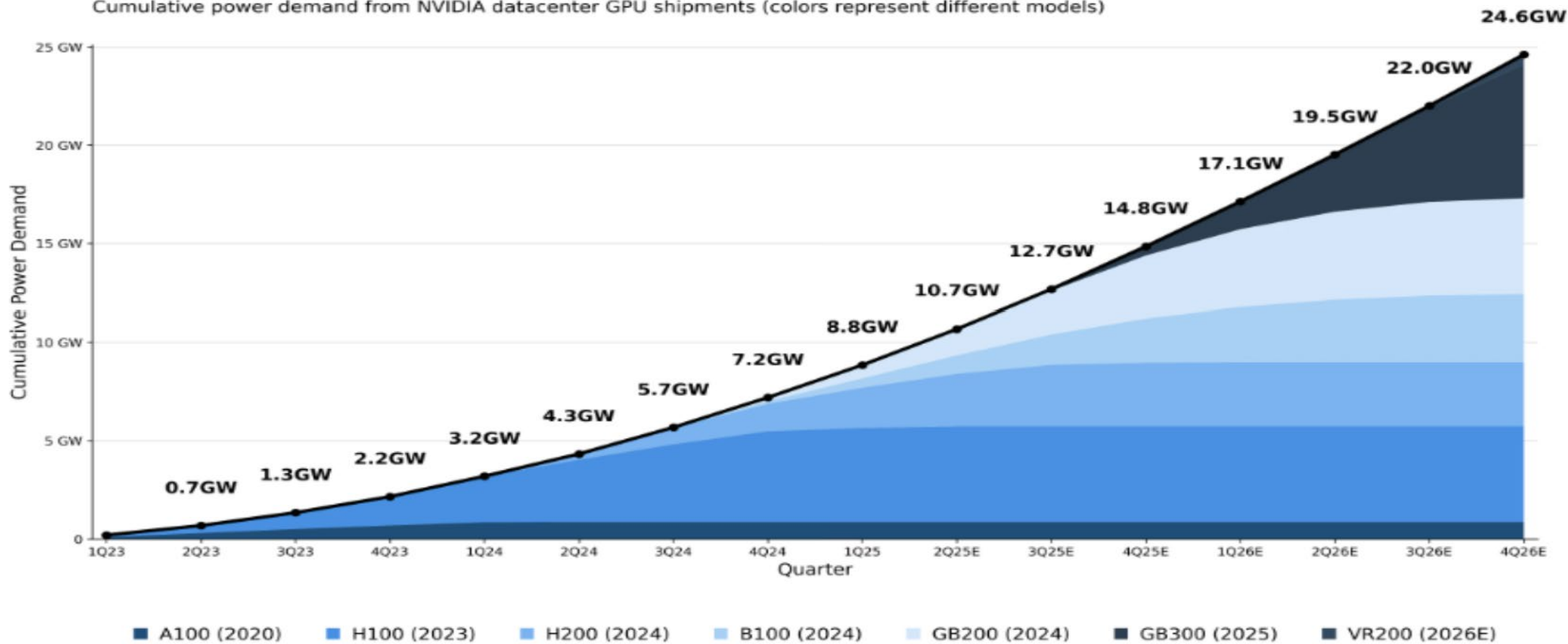
**Estimated Increase in Global Electricity Demand By Sector, 2024 – 2030**  
(Terawatt Hours (TWh))



# INCREASING ELECTRICITY DEMAND BEING DRIVEN BY TECHNOLOGY INVESTMENTS

## AI power demand is accelerating

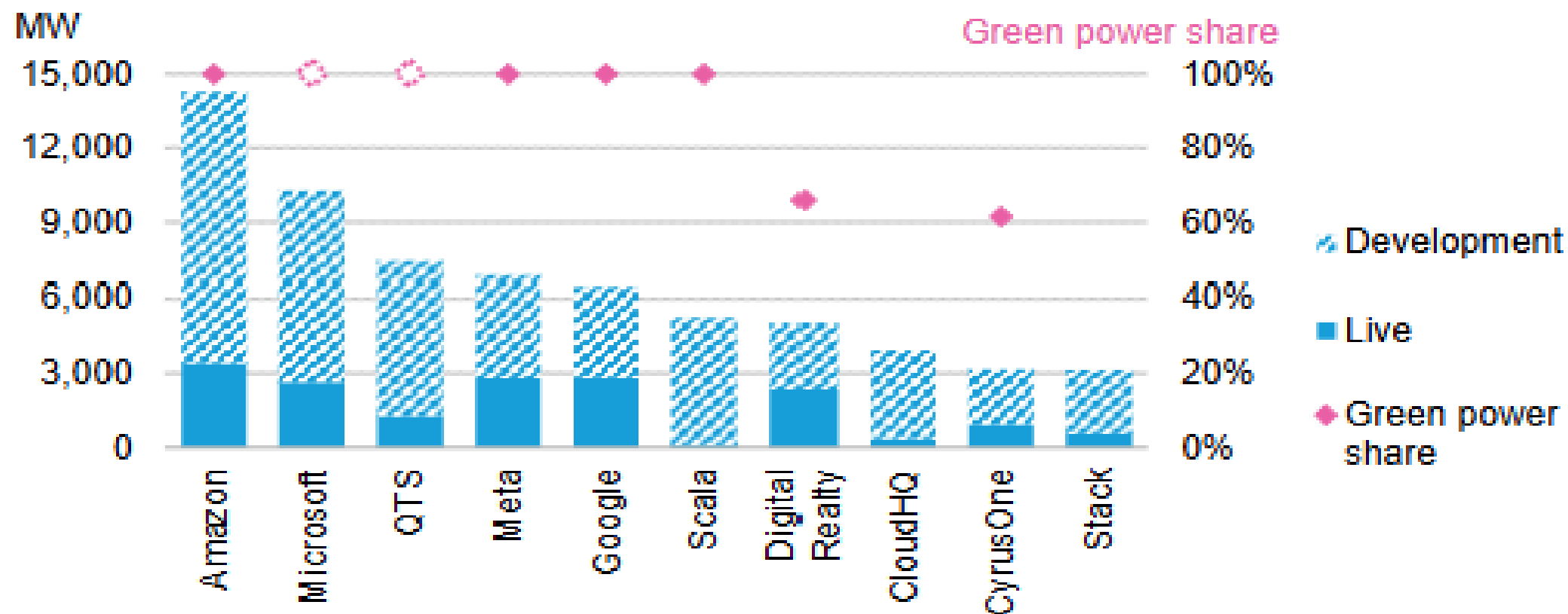
Cumulative power demand from NVIDIA datacenter GPU shipments (colors represent different models)



# AI DATA CENTERS: NOT EVERY PROJECT HAS THE SAME BENEFICIARIES

*AI data centers mixing solar, wind, nuclear and natural gas electricity sources*

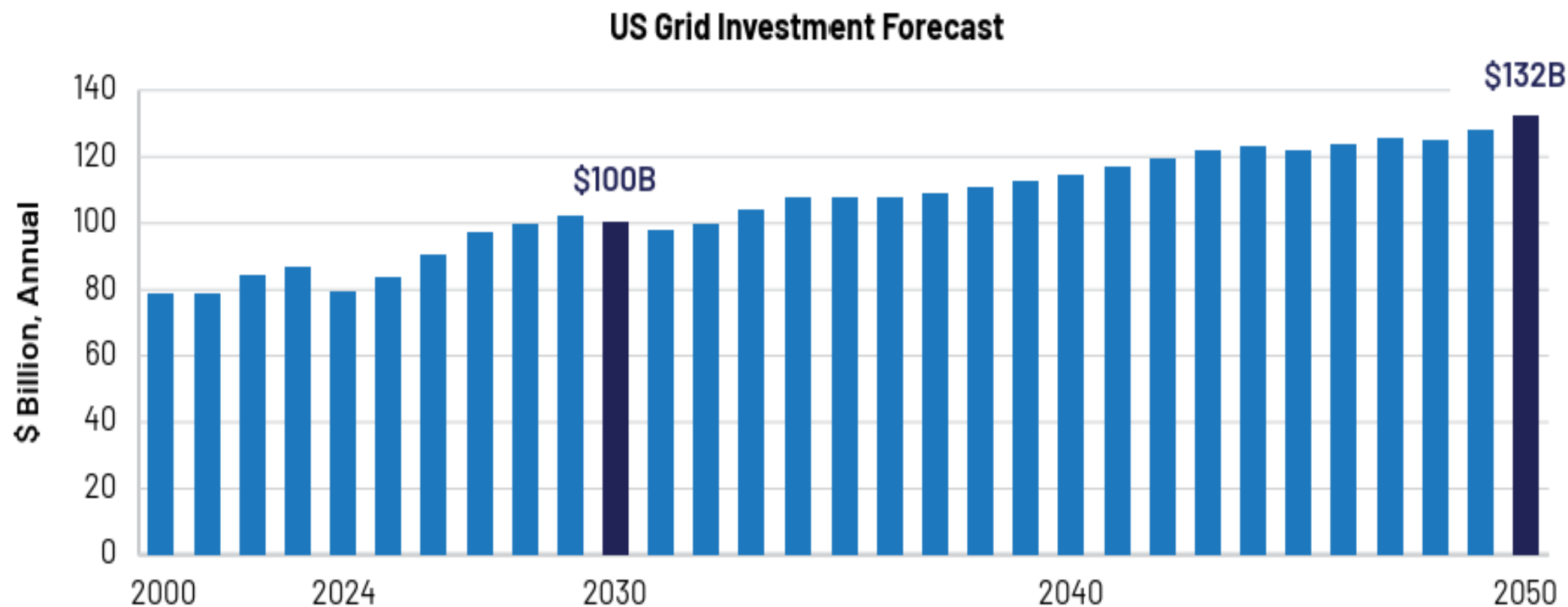
**Figure 1: Green power share of top 10 data center operators**



Source: DC BYTE, BloombergNEF, company statements, as of 12/31/2024. The green power share of Microsoft and QTS datacenters refers to 2025 targets. Data centers are ranked by the total IT capacity—both live and development (under construction, committed early stage).

# WITH INCREASING DEMAND COMES MASSIVE NEW INVESTMENTS

*Grid investments offer perspective on the scale of the undertaking*



# WITH INCREASING DEMAND COMES MASSIVE NEW INVESTMENTS

*Utilities spent \$1.3T over the past decade and have announced \$1.1T in capex over the next 5 years*

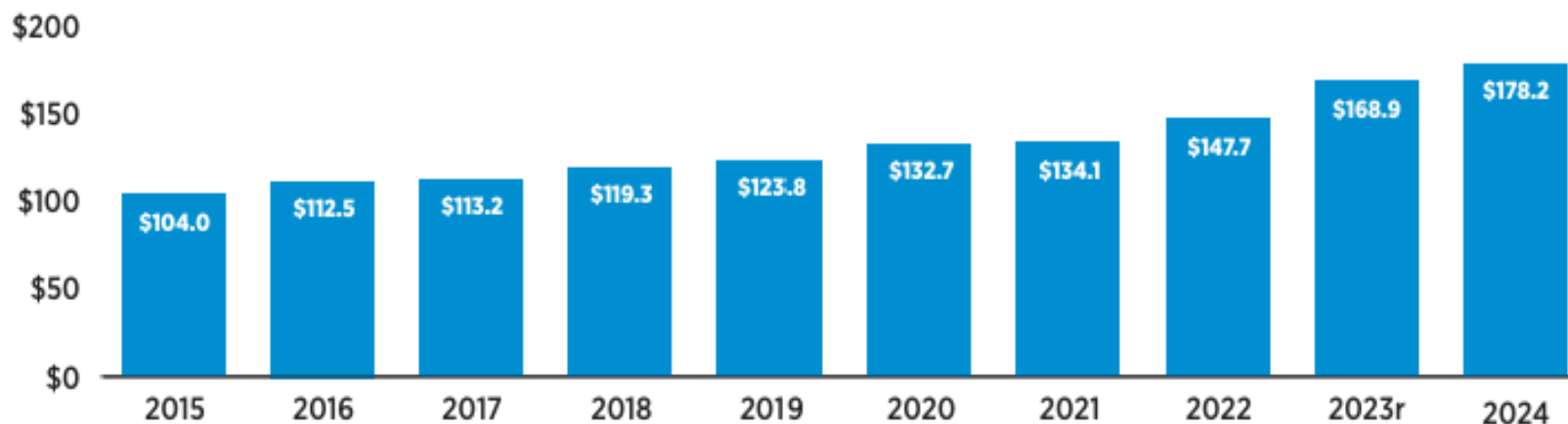
***“Robust Capital Expenditure Projections. The industry projects capital expenditures to be in excess of \$1.1 trillion for the five-year period of 2025-2029.”*** – Edison Electric Institute 2024 Financial Summary

## CAPITAL EXPENDITURES 2015-2024

U.S. Investor-Owned Electric Utilities

\$ Billions

Total Capital Expenditures 2015-2024 = \$1.3 Trillion



r = Revised

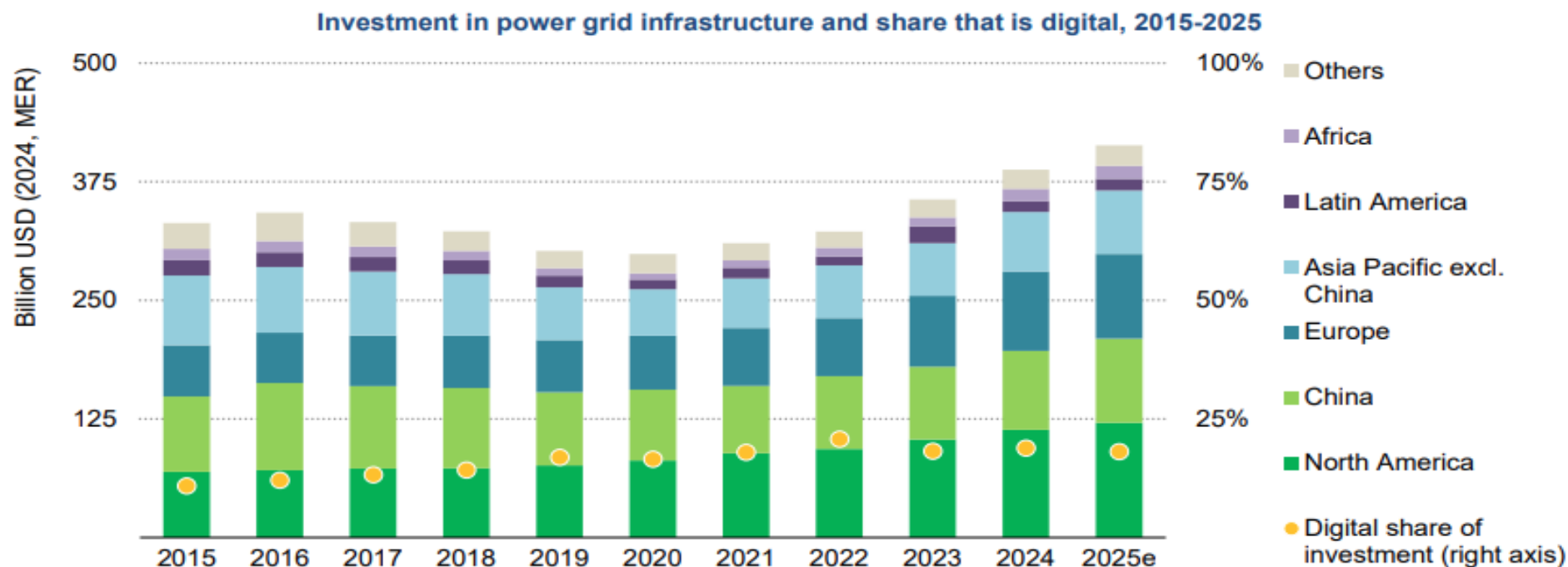
Source: S&P Global Market Intelligence and EEI Financial Analysis Department



# WITH INCREASING DEMAND COMES MASSIVE NEW INVESTMENTS

*This is not just a United States phenomenon*

***“Advanced economies and China continue to lead grid investment, as they have historically. While investment is expected to keep climbing, rising component costs mean growing budgets deliver less on the ground.” – IEA World Energy Investment Report 2025***



# THE ALPS ELECTRIFICATION INFRASTRUCTURE ETF (ELFY)

*Designed to capture the beneficiaries of rising electricity demand, not the drivers*

## Drivers

AI Data Centers	Hydrogen Infrastructure
Electric Transport	Space Cooling & Air Conditioning
Semiconductor Manufacturing	Space & Water Heating
Crypto Mining	Heavy Industry
Industrial Re-shoring	Distributed Grid
Appliances	

## Electrification Infrastructure Beneficiaries

Multi-Utilities	Integrated Electricity	Electricity Distribution & Transmission	Electronic Equipment & Instruments
Solar Cells	Electrical Components	Battery Technology	Construction Engineering & Services
Oil & Gas Pipelines & Storage	Oil & Gas Freight	Electricity Generation – Non-Renewable	Electricity Generation – Renewable
Electrical Components & Power Equipment	Copper	Thermal Coal	
Construction	Diversified Base Metals	Uranium	

# ELFY: ROLE IN PORTFOLIO

## Stability in the Core

### *Defensive Exposure*

- Utilities & energy transportation: dependable cash flows that cushion portfolio swings
- Power-grid operators: bond-like dividends during market stress

## Cyclical Kick-Starters

### *Growth & Cyclical Exposure*

- Industrials, materials, construction & power-equipment rally with increased infrastructure spend/GDP upturns
- Oil, gas, base-metals, coal & copper stocks ride commodity price cycles, adding upside when the US economy strengthens

## Durable Tailwinds

### *Long-Term Secular Drivers*

- Battery tech, solar cells, generators, electrical equipment & uranium producers capitalize on electrification demand
- AI data-center power loads and EV adoption create a structural growth runway

# ELFY: FUND DATA

As of 8/31/2025

## Performance

TOTAL RETURNS	1 M	3 M	YTD	SI
Net Asset Value	-0.53%	11.09%	26.23%	26.23%
Market Price	-0.53%	11.11%	26.38%	26.38%
Ladenburg Thalmann Electrification Infrastructure Index - TR	-0.48%	11.25%	26.49%	26.49%

**Performance data quoted represents past performance. Past performance is no guarantee of future results so that shares, when redeemed, may be worth more or less than their original cost. The investment return and principal value will fluctuate. Current performance may be higher or lower than the performance quoted. For current month-end performance call 1-866-759-5679 or visit [www.alpsfunds.com](http://www.alpsfunds.com). Performance includes reinvested distributions and capital gains.**

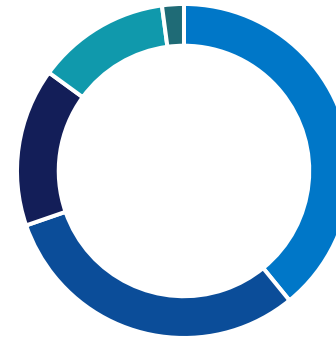
**High short-term performance, when observed, is unusual and investors should not expect such performance to continue or be repeated.**

Market Price is based on the midpoint of the bid/ask spread at 4 p.m. ET and does not represent the returns an investor would receive if shares were traded at other times.

Fund inception date: 4/9/2025; cumulative return presented

Total Operating Expenses: **0.50%**

## Sector Allocations



Utilities	39.12%
Industrials	30.60%
Information Technology	15.31%
Energy	12.87%
Materials	2.11%

Subject to change.

## Top 10 Holdings

Generac Holdings Inc	1.53%	Corning Inc	1.40%
Cognex Corp	1.53%	EMCOR Group Inc	1.39%
Comfort Systems USA Inc	1.50%	nVent Electric PLC	1.38%
Talen Energy Corp	1.47%	IES Holdings Inc	1.36%
Sterling Infrastructure Inc	1.45%	GE Vernova Inc	1.32%

Subject to change.

# IMPORTANT DISCLOSURES

***An investor should consider the investment objectives, risks, charges and expenses carefully before investing. To obtain a prospectus containing this and other information, call 1-866-759-5679 or visit [www.alpsfunds.com](http://www.alpsfunds.com). Read the prospectus carefully before investing.***

*Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemable.*

*Performance data quoted represents past performance. Past performance is no guarantee of future results; current performance may be higher or lower than performance quoted. All investments are subject to risks, including the loss of money and the possible loss of the entire principal amount invested. Additional information regarding the risks of this investment is available in the prospectus.*

*The Fund is new and has limited operating history.*

*Diversification does not eliminate the risk of experiencing investment losses.*

*The Fund invests in companies that are involved in conventional and alternative electricity generation, transmission, and distribution and technological solutions, as well as the development of grid infrastructure and smart grid technologies. General risks include the general state of the economy, intense competition, consolidation, domestic and international politics and excess capacity.*

*The Fund seeks to track the underlying index, which itself may have concentration in certain regions, economies, countries, markets, industries or sectors. Underperformance or increased risk in such concentrated areas may result in underperformance or increased risk in the Fund.*

*The Fund may be subject to risks relating to its investment in Canadian securities. Investments in securities of Canadian issuers involve risks and special considerations not typically associated with investments in the US securities markets and can make investments in the Fund more volatile and potentially less liquid than other types of investments.*

*Investing in securities of medium capitalization companies involves greater risk than customarily is associated with investing in larger, more established companies. The large capitalization companies in which the Fund invests may underperform other segments of the equity market or the equity market as a whole.*

*The Fund employs a “passive management” - or indexing - investment approach and seeks investment results that correspond (before fees and expenses) generally to the performance of its underlying index. Unlike many investment companies, the Fund is not “actively” managed. Therefore, it would not necessarily sell or buy a security unless that security is removed from or added to the underlying index, respectively.*

*ALPS Advisors, Inc., registered investment adviser with the SEC, is the investment adviser to the Fund. ALPS Advisors, Inc. and ALPS Portfolio Solutions Distributor, Inc., affiliated entities, are unaffiliated with Osaic Holdings, Inc. and its subsidiaries (including Ladenburg Thalmann Index, LLC).*

*ALPS Portfolio Solutions Distributor, Inc. is the distributor for the Fund.*

*Not FDIC Insured • No Bank Guarantee • May Lose Value*

*ELF000151 11/30/2025*