

Why Germany? Why DAX?



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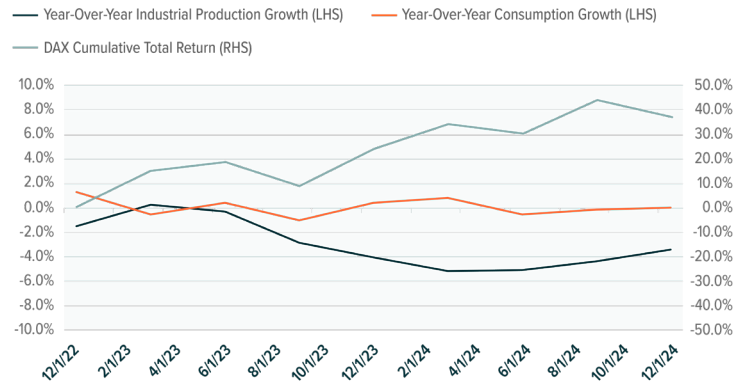
Why Germany?

- **Large and Diverse Economy:** Germany boasts the largest economy in the Eurozone and the third largest globally.¹ Germany's economy is also quite diverse, with the country's robust industrial, manufacturing, financial, and technology sectors supporting exports as well as domestic consumption growth.
- **EU Stability:** The German economy benefits from the relative stability of the European Union, likely providing consistency from a governance, policy, and currency perspective.
- **Political Shift:** The CDU/CSU (Christian Democratic Union/Christian Social Union) recently won Germany's federal elections, with the government likely to form a coalition with the SPD (Social Democrats) to consolidate power. This represents a shift in the political spectrum from the left to the right, with the new government expected to take action on key policies, which could lead to structural energy, tax, and fiscal reforms. If implemented, we believe that such reforms could unlock sustainable growth.
- **Growth Coming From a Low Base:** Germany's robust export sector has come under pressure in recent years. Higher energy and labor prices, as well as the strong currency, reduced the country's competitiveness globally, with the weak global demand environment also leading to oversupply in many segments of the economy. However, recent economic data have shown signs of stabilization and even sequential improvement, with the country also set to be a beneficiary of a potential resolution to the war in Ukraine.

Why DAX?

- **Client Friendly Structure:** The Global X DAX Germany ETF (DAX) offers the liquidity, transparency, and tax efficiency of an ETF with a competitive expense ratio of 0.20%.
- **Sector Exposure:** DAX offers exposure to 40 companies that operate within 10 sectors of the German economy (as of February 28, 2025).
- **Exposure to Global Multinational Companies:** The fund offers exposure to large multinational companies, such as SAP, a global software company, Siemens, a comprehensive engineering and manufacturing company, and Allianz, a global financial services company (as of March 4, 2025).
- **Expertise:** While DAX is a passive product, Global X's team of international investors provides research and client support.

DAX HAS GAINED DESPITE WEAK ECONOMIC GROWTH IN GERMANY; A POTENTIAL RECOVERY COULD BE ANOTHER GROWTH CATALYST



Source: Global X ETFs with information derived from: Bloomberg LP. Total return data (NAV appreciation plus distributions) from December 31, 2022 through December 31, 2024. Accessed on February 14, 2025.

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 and current performance may be lower or higher than the performance quoted. High short-term performance, when observed, is unusual and investors should not expect such performance to be repeated. Click [here](#) for performance current to the most recent month and quarter-end.

Related ETF

DAX – Global X DAX Germany ETF

Click the fund name above to view current performance and holdings. Holdings are subject to change. Current and future holdings are subject to risk.

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FOOTNOTES

1. Statista. (2025, Feb 12). The 20 Countries With the Largest Gross Domestic Product (GDP) in 2024.

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Investing involves risk, including the possible loss of principal. International investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles, or from economic or political instability in other nations. Securities focusing on a single country may be subject to higher volatility. DAX is non-diversified.

Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. The returns shown do not represent the returns you would receive if you traded shares on the exchange. Brokerage commissions will reduce returns.

Carefully consider the fund's investment objectives, risks, and charges and expenses before investing. This and other information can be found in the fund's full or summary prospectuses, which may be obtained at globalxetfs.com. Please read the prospectus carefully before investing.

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