



## Product Overview

# TD Target Maturity Bond ETFs

TBCE | TBUE.U | TBCF | TBUF.U | TBCG | TBUG.U

### At a glance

**Independent Credit Research:** The TD Target Maturity Bond ETFs benefit from TD Asset Management Inc.'s (TDAM) proprietary credit research capabilities, security selection and in-depth analysis

**Flexibility & Liquidity:** The solution combines the benefits of traditional bond investing with the liquidity and flexibility of an exchange traded fund

**Diversification:** Holding a basket of bonds from different issuers and sectors can provide investors with enhanced diversification, which potentially contributes to the overall fixed income portfolio resilience

### Investment Objectives

**TD Target Maturity Bond ETFs** seek to provide regular income and preserve capital by investing primarily in a portfolio of investment-grade corporate bonds, with the TD Target Maturity Canadian Bond ETFs focusing on investment-grade Canadian corporate bonds denominated in Canadian dollars, and the TD Target Maturity U.S. Bond ETFs on investment-grade U.S. corporate bonds denominated in U.S. dollars.

### Why Invest:

- Simple and efficient way to manage cash flows with the potential to earn an attractive yield from a diversified portfolio of investment-grade bonds
- Time horizon matching provides a potential path for meeting financial goals
- Convenient and cost-effective solution to help build better bond ladders

**Designed for investors seeking to maximize monthly income while preserving capital by investing in a diversified mix of high-quality bonds.**

## TD Target Maturity Bond ETFs – Where Convenience Meets Investment Experience

#### Low-cost

0.20%  
Management Fee

#### Convenience and efficiency

Simple way to manage cash flows with the potential to earn attractive yields

#### Liquidity

Buy and sell during market exchange hours

#### Active professional management

Benefit from the research, experience and insights of TDAM's experienced Fixed Income Investment Team

# Key Features

TD Target Maturity Bond ETFs offer investors:



## Diversification

Diversification through allocation to a basket of bonds from different issuers and sectors, which potentially contributes to a more resilient fixed-income portfolio



## Flexibility & Liquidity

Investors have the ability to buy or sell the ETFs during regular market hours, being able to avoid any penalties for early redemption (excluding brokerage commissions), unlike products such as Guaranteed Investment Certificates (GICs)



## Independent Credit Analysis

TDAM's experienced credit research team performs deep credit analysis with the goal to uncover value and identify opportunities to help enhance portfolio yield while managing risk in the evolving fixed-income market



## Active Professional Management

The solution's active management creates the ability for the portfolio managers to respond to market events, seek out strategic opportunities, and provides more flexibility to potentially offer a higher yield to maturity while managing reinvestment risk in the final year of the investment

# Investment Strategy

The portfolio adviser seeks to achieve the investment objectives of the TD Target Maturity Bond ETFs by investing primarily in a portfolio of investment-grade corporate bonds, with the TD Target Maturity Canadian Bond ETFs focusing on investment-grade Canadian corporate bonds denominated in Canadian dollars and the TD Target Maturity U.S. Bond ETFs focusing on investment-grade U.S. corporate bonds denominated in U.S. dollars.

As target maturity funds, each TD Target Maturity Bond ETF has a pre-determined, specified lifespan. It is therefore anticipated that outside of the exception noted below, bonds held by a TD Target Maturity Bond ETF will mature in the same year the TD Target Maturity Bond ETF is expected to terminate. The portfolio manager will use its proprietary fundamental credit research and quantitative screens to seek to select securities that provide a high level of interest income and will attempt to minimize reinvestment risk in the year of termination of the TD Target Maturity Bond ETF.

Bonds selected at the outset will generally be held until maturity. Bonds must be rated investment grade at the time of purchase.

Investment-grade bonds issued by financial institutions with a maturity date beyond the year of termination of a TD Target Maturity Bond ETF may be included in its portfolio, provided such bonds are callable in the year the TD Target Maturity Bond ETF terminates.

In the year a TD Target Maturity Bond ETF terminates, cash generated from maturing bonds held may be reinvested in cash and cash equivalents or additional investment-grade corporate bonds that mature in the maturity year of the TD Target Maturity Bond ETF.

# Your Financial Goal Could be a Bond ETF Away

TD Target Maturity Bond ETFs combine the benefits of popular fixed income investment options to build a simple, flexible, tax-efficient and low-cost solution to help investors meet their financial goals.

Quick Comparison	TD Target Maturity Bond ETFs	Individual Bonds	GICs	Traditional Bond Funds
Defined Maturity	✓	✓	✓	✗
Ability to Bulk Trade	✓	✗ <sup>1</sup>	✗	✓
Monthly Income	✓	✗ <sup>2</sup>	✗	✓
Ease of Execution	✓	✗	✓	✓
Diversification	✓	✗	✗	✓
Professional Management	✓	✗	✗	✓

TD Target Maturity Bond ETFs combine the benefits of traditional bond funds (such as diversification, professional management, ease of execution and regular income) with the characteristics of an individual bond (including defined maturity and reduction of duration risk over time), allowing investors to align their fixed income investment with specific financial goals or liabilities. This time horizon matching provides investors a path for potentially meeting their financial goals.



<sup>1</sup>Bonds trade over the counter and inventory may be limited.

<sup>2</sup>Most corporate bonds pay coupons on a semi-annual basis.

# Fast Facts

## TD Target Maturity Canadian Bond ETFs

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**Fund Names and Tickers** TD Target 2025 Investment Grade Bond ETF (TBCE)  
TD Target 2026 Investment Grade Bond ETF (TBCF)  
TD Target 2027 Investment Grade Bond ETF (TBCG)

**Benchmark** ICE BofA 1-3 Year Canada Corporate Index

**CIFSC Category** **Canadian Short-Term Fixed Income**  
TD Target 2025 Investment Grade Bond ETF (TBCE)  
TD Target 2026 Investment Grade Bond ETF (TBCF)  
**Canadian Corporate Fixed Income**  
TD Target 2027 Investment Grade Bond ETF (TBCG)

**Suitability** Each of the TD Target Maturity Canadian Bond ETFs seek to provide regular income and preserve capital by investing primarily in a portfolio of investment-grade Canadian corporate bonds denominated in Canadian dollars.

**Portfolio Managers** Benjamin Chim and Rachana Bhat

**Management Fees** 0.20%

**Currency** Canadian Dollar

**Currency Hedging** No

**Risk Rating** Low

**Management Style** Active

**Distributions** Monthly & Variable

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# Fast Facts

## TD Target Maturity U.S. Bond ETFs

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**Fund Names and Tickers** TD Target 2025 U.S. Investment Grade Bond ETF (TBUE.U)  
TD Target 2026 U.S. Investment Grade Bond ETF (TBUF.U)  
TD Target 2027 U.S. Investment Grade Bond ETF (TBUG.U)

**Benchmark** ICE BofA 1-3 Year US Corporate Index

**CIFSC Category** **Global Corporate Fixed Income**

**Suitability** Each of the TD Target Maturity U.S. Bond ETFs seek to provide regular income and preserve capital by investing primarily in a portfolio of investment-grade U.S. corporate bonds denominated in U.S. dollars.

**Portfolio Managers** Benjamin Chim and Rachana Bhat

**Management Fees** 0.20%

**Currency** U.S. Dollar

**Currency Hedging** No

**Risk Rating** Low

**Management Style** Active

**Distributions** Monthly & Variable

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# Invest

# Portfolio Managers

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## **Benjamin Chim, CFA**

**Managing Director, Lead of High Yield Fixed Income Team, TDAM**

- Benjamin leads the High Yield Fixed Income Team, and as a Portfolio Manager is responsible for active retail and institutional fixed income portfolio
- He is also Lead Manager of the Global High Yield Bond and Canadian Corporate Bond mandates. He co-manages the Canadian Core Plus Bond mandates, the Global Corporate Bond investments within the Canadian and Global Fixed Income mandates, and Active Fixed Income ETFs and Sustainable Corporate Bond mandates.
- Benjamin has extensive experience analyzing corporate bonds and active fixed income management. He earned progressively senior roles at major Canadian investment firms.
- Benjamin holds a B.A.C.S. from Western University



## **Rachana Bhat, CFA**

**Vice President, TDAM**

- Rachana is a Vice President on the Active Fixed Income Portfolio Management Team
- Previously, she was a part of the credit research team with the firm, where she covered the Global Consumer & Retail sector
- She gained industry experience as a Senior Analyst on the Infrastructure Finance Team of a credit research and ratings firm, focusing on public/private partnerships, airports, ports and other infrastructure-related issuers. She also previously worked in the Investment Banking division of a large international bank in New York.
- Rachana holds a B.Eng. with Distinction from Visvesvaraya Technological University, and an M.Sc. in Financial Engineering from University of Michigan

TD Target Maturity Bond ETFs can be purchased through your **TD Direct Investing >** or **TD Wealth advisor >** account. If you are not a client of TD or already work with an investment professional, feel free to ask them about our ETF lineup.



For more information, visit [td.com/etfs](https://td.com/etfs) or contact your investment professional

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