

As of 9/30/2023

MARKET COMMENTARY

Inflation in the U.S. is at its highest point since the 1970s, while oil and gas prices are also at an all-time high. In the current inflationary environment of rising energy and commodity prices, natural resource and commodity-related equities find themselves in a “golden age” of free cash flow. Because these companies are not spending money on immediate capacity, balance sheets have become less burdened with debt, and free cash flow is being returned to shareholders in the form of 1) increasing fixed dividends, 2) high variable or special dividends, and 3) share repurchases.

Launched in August 2022, NDIV is comprised of dividend-paying U.S. exchange-listed equities operating primarily in the natural resource and commodity-related industries such as energy, chemicals, agriculture, metals & mining, paper products, and timber.

Among NDIV’s top performers in Q3 were Civitas Resources (+19.01%), Ecopetrol (+21.20%), and Petroleo Brasileiro (+12.16%).¹ Click [HERE](#) for NDIV’s top 10 holdings.

Civitas Resources saw its shares rise in the period, delivering a positive second quarter report and announcing the closing of its transformative acquisitions in the Permian Basin. The acquisitions diversify the company’s asset portfolio through scalable operations and a deep inventory of quality drilling locations in the top three oil basins in the U.S.

Columbia’s state-owned energy company Ecopetrol also delivered strong returns, extending a production contract with Canadian oil producer Gran Tierra Energy as the Columbian president set goals to wean Columbia off dependence on hydrocarbons in favor of renewable energy sources. Ecopetrol has strong balance sheets, profitability and growth, and is positioned for continued positive performance.

Petroleo Brasileiro (Petrobras), the largest integrated energy firm in Brazil, also performed well, with upward trends for both its stock price and earnings. Analysts have been steadily raising their estimates for Petrobras.

Detractors from performance in Q3 were TC Energy Corp (-12.91%), Enbridge (-8.79%), and Quimica Y Mineral (-17.02%).¹

North American pipelines TC Energy and Enbridge both saw stock prices fall on oil gas price fluctuations. TC Energy's management recently announced plans to split the company in two, unlocking shareholder value. The company has increased its dividend each year since 2000, has an impressive growth rate and solid profitability.

Enbridge recently made headlines announcing that it plans to acquire three natural gas companies. Shares of Enbridge since declined, which isn't unusual for the acquiring business in these types of situations. However, Enbridge is optimistic about what these acquisitions mean for its business in the long run. Enbridge also continues to pay strong dividends.

Chilean commodities producer Quimica Mineral also saw shares fall despite being consistently profitable over the past 10 years. The stock is facing headwinds created by uncertainty related to Chile's plans to nationalize the mining sector.

PERFORMANCE

	CUMULATIVE (%)					ANNUALIZED (%)	
	1 Mo.	3 Mo.	6 Mo.	YTD	Since Inception	1 Yr.	Since Inception
Fund NAV	-0.31%	6.22%	10.31%	9.24%	11.45%	27.11%	10.32%
Closing Price	-0.23%	6.28%	10.44%	9.38%	11.56%	27.19%	10.42%
EQM Natural Resources Dividend Income Index	-0.26%	6.46%	10.74%	9.80%	12.52%	27.93%	11.27%

NDIV's gross expense ratio is 0.59%.

Fund inception date: 8/24/2022. *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. For performance data current to the most recent month-end please call 855-267-3837 or visit AmplifyETFs.com/NDIV. Brokerage commissions will reduce returns. Indexes are unmanaged and it's not possible to invest directly in an index.*

The EQM Natural Resources Dividend Income Index (NDIVITR) is a gross total return index that seeks to provide investment exposure to dividend-paying equity securities of global companies operating primarily in the natural resource and commodity-related industries.

¹ All percentages shown indicate the total return of the stock for the quarter.

Carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Funds' statutory and summary prospectus, which may be obtained by calling 855-267-3837 or by visiting AmplifyETFs.com. Read the prospectus carefully before investing.

Investing involves risk, including the possible loss of principal. You could lose money by investing in the Fund. An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other governmental agency. There can be no assurance that the Fund's investment objectives will be achieved.

Because the Fund is non-diversified the Fund is subject to the risks associated with companies in the natural resources and commodities-related industries, energy and materials sectors which can cause volatility and affect its value. These industries can be significantly affected by rapid changes in supply and demand, changes in interest rates, government policies and regulations, environmental concerns, worldwide politics, and economic conditions.

The Fund will invest in ADRs which may be subject to certain risks associated with direct investments in the securities of non-U.S. companies, such as currency, political, economic and market risks because their values depend on the performance of the non-dollar denominated underlying non-U.S. securities.

Dividend-Paying Companies are not obligated to pay or continue to pay dividends on their securities. Therefore, there is a possibility that a company could reduce or eliminate the payment of dividends in the future, which could negatively affect the Fund's performance.

The Fund employs a "passive management" or indexing investment approach that seeks investment results that correspond (before fees and expenses) generally to the performance of its underlying index. Differences in timing of trades and valuation as well as fees and expenses, may cause the fund to not exactly replicate the index known as tracking error.

Amplify Investments LLC serves as the investment adviser to the Fund, and Toroso Investments, LLC serves as the investment sub-adviser. Amplify ETFs are distributed by Foreside Fund Services, LLC.