



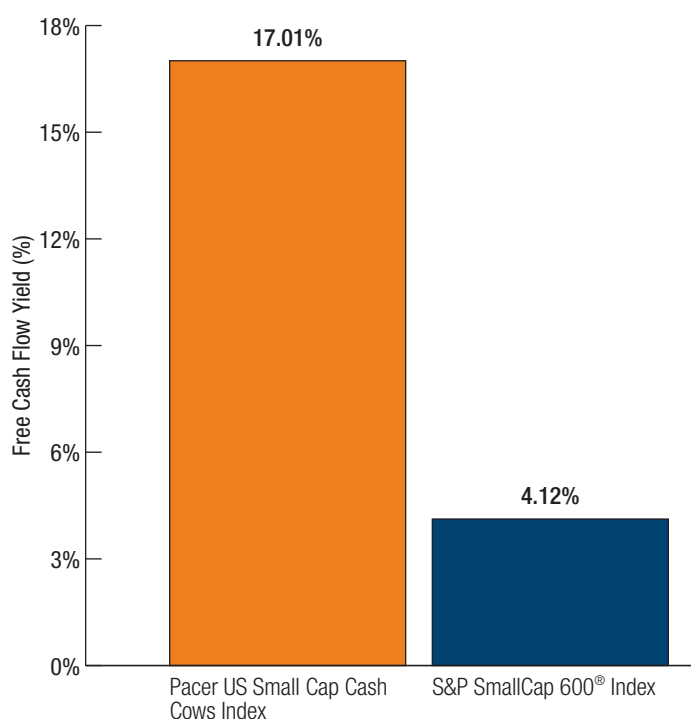
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Pacer US Small Cap Cash Cows 100 ETF

A strategy driven exchange traded fund that aims to provide capital appreciation over time by screening the S&P SmallCap 600® for the top 100 small-cap companies based on free cash flow yield.

- **Free cash flow** is the cash remaining after a company has paid expenses, interest, taxes, and long-term investments. It can be used to buy back stock, pay dividends, or participate in mergers and acquisitions.
- The ability to generate a high free **cash flow yield** indicates a company is producing more cash than it needs to run the business and can invest in growth opportunities.
- **Small-cap companies** offer a variety of opportunities including exposure to companies with higher growth that are often under-researched.

FREE CASH FLOW YIELD COMPARISON (as of 9/30/22)



1. HIGH QUALITY SMALL-CAP COMPANIES

Unique focus on quality small-cap companies with high free cash flow yield.

2. TRADING AT A DISCOUNT

Exposure to opportunities in the market where high quality stocks are trading at a discount.

3. LONG-TERM CAPITAL APPRECIATION

Using free cash flow yield to measure the sustainability of a company may produce potentially higher returns and more attractive upside/downside capture over time.

Definitions

Free Cash Flow (FCF): A company's cash flow from operations minus capital expenditures (expenses, interest, taxes, and long-term investments)

Enterprise Value (EV): A company's market capitalization adjusted to eliminate any capital structure bias (i.e. by adding debt and subtracting cash or cash equivalents)

Free Cash Flow Yield (FCF/EV): Measures a company's total free cash flow relative to its enterprise value. This is an internal statistic and does not constitute investor yield.



PACER US SMALL CAP CASH COWS INDEX

ABOUT THE STRATEGY

Pacer US Small Cap Cash Cows Strategy Overview

An objective rules-based methodology that uses a quality screen to select top companies in the index universe.

All data as of September 2022 quarterly rebalance.

1 SECURITY SELECTION¹ Market Cap Weighted

**S&P SMALLCAP 600®
INDEX²**
600 Companies

**FREE CASH FLOW
YIELD SCREEN**
100 Companies

*Ranked based on trailing
twelve month period.*

Free cash flow yield:
-9.79%
P/E ratio:
11.88

Free cash flow yield:
13.53%
P/E ratio:
6.78

2 WEIGHTED BY FREE CASH FLOW³ Capped at 2%

**HIGHEST TRAILING 12
MONTH FREE CASH FLOW**
100 Companies

Free cash flow yield:
15.64%
P/E ratio:
6.08

3 THE INDEX

**Top 100 small-cap
companies with the
highest free cash flow
yield.**

- **Weighted by free cash flow** (highest trailing twelve month)
- **Holdings capped at 2%** for each company at time of rebalance
- **Reconstituted and rebalanced quarterly**

PACER US SMALL CAP CASH COWS INDEX Characteristics as of 9/30/22

Weighted Average Market Cap (\$mil)	1,976.88
Dividend Yield (%)	1.23
Free Cash Flow Yield (%)	17.01
Price to Earnings (P/E) Ratio	6.00

Source: FactSet.

⁽¹⁾The individual components of the index are weighted by their total market capitalization. Market capitalization is determined by multiplying each company's market price by their total outstanding shares. Companies are ranked in descending order based on their market cap in dollars.

⁽²⁾All financial companies are excluded from the index universe. Real Estate is considered a separate sector from Financials. In addition, companies with negative free cash flow (FCF) are excluded based on FactSet analyst consensus estimates for average projected FCF and earnings over the next two years. A minimum of one estimate from an analyst captured by FactSet data is required for a consensus estimate. There is a risk that analyst estimates may be subjective. Estimates may be inaccurate, flawed, or biased. Investors should be aware that companies may be excluded as a result of these estimates.

⁽³⁾Remaining 100 companies are weighted by their trailing twelve month free cash flow. Free cash flow weighting is calculated as a company's operating cash flow minus capital expenditures. Companies are ranked in descending order based on their free cash flow in dollars.

ABOUT THE FUND

Pacer US Small Cap Cash Cows 100 ETF

The Pacer US Small Cap Cash Cows 100 ETF (the “Fund”) is an exchange traded fund that seeks to track the total return performance, before fees and expenses, of the Pacer US Small Cap Cash Cows Index (the “Index”).

Fund Details		Performance ¹ (%)	Since Fund Inception (6/16/17)	YTD	1 Year	3 Year	5 Year
NAV	\$32.53	Pacer US Small Cap Cash Cows 100 ETF NAV	6.77	-23.43	-20.95	11.39	6.54
Fund Ticker	CALF	Pacer US Small Cap Cash Cows 100 ETF Market Price	6.72	-23.58	-21.17	11.29	6.48
Index	Pacer US Small Cap Cash Cows Index	Pacer US Small Cap Cash Cows Index	7.12	-22.99	-20.33	11.82	6.91
Benchmark Index	S&P SmallCap 600® Index	S&P SmallCap 600® Index	5.81	-23.16	-18.83	5.48	4.84
Intraday NAV (IIV)	CALF.IV						
CUSIP#	69374H857						
Fund Inception	6/16/17						
Total Expenses	0.59%						
Exchange	Cboe Listed						
Implied Liquidity* (Shares)	1.71M						
Implied Liquidity* (USD)	\$55.48M						

*Source: US Bank and Bloomberg. ETF implied liquidity is a representation of how many shares can potentially be traded daily in an ETF as portrayed by the creation unit. This is defined as the smallest value of the IDTS (Implied Daily Tradable Shares) for each holding in the creation unit. ⁽²⁾FactSet. NAV (net asset value) is the value of one share of the Fund calculated daily. The NAV return is based on the NAV of the Fund. It may not reflect the actual return for the investor. Market Price is the price investors can buy and sell ETF shares for in the stock market and is used to calculate market return. It is based on the price at the listed exchange market close. This is when NAV is determined for most ETFs. If shares trade at another time, the return may differ. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

PACER US SMALL CAP CASH COWS INDEX ²			Sector Breakdown	
Top 10 Holdings			Sector	Weight (%)
Company	Weight (%)	Free Cash Flow Yield (%)		
PBF Energy, Inc. Class A	2.34	33.22	Consumer Discretionary	28.20
AMN Healthcare Services, Inc.	2.23	8.56	Industrials	19.42
Mueller Industries, Inc.	2.11	14.68	Information Technology	14.61
Boise Cascade Co.	2.09	37.49	Health Care	11.79
UFP Industries, Inc.	2.07	12.08	Energy	10.65
Atlas Air Worldwide Holdings, Inc.	2.03	9.00	Materials	8.13
Warrior Met Coal, Inc.	2.03	41.75	Communication Services	3.05
Encore Wire Corporation	2.02	28.03	Financials	1.77
Korn Ferry	2.01	15.66	Consumer Staples	1.50
Signet Jewelers Limited	2.01	13.80	Real Estate	0.88
Total	20.93		Total	100.00



PACER CASH COWS INDEX® SERIES

Pacer US Small Cap Cash Cows 100 ETF

Before investing you should carefully consider the Fund's investment objectives, risks, charges, and expenses. This and other information is in the prospectus. A copy may be obtained by visiting www.paceretfs.com or calling 1-877-337-0500. Please read the prospectus carefully before investing.

An investment in the Funds is subject to investment risk, including the possible loss of principal. Pacer ETF shares may be bought and sold on an exchange through a brokerage account. Brokerage commissions and ETF expenses will reduce investment returns. There can be no assurance that an active trading market for ETF shares will be developed or maintained. The risks associated with this fund are detailed in the prospectus and could include factors such as calculation methodology risk, concentration risk, equity market risk, ETF risks, high portfolio turnover risk, smaller companies risk, passive investment risk, tracking risk, sector risk, style risk, and/or special risks of exchange traded funds.

Weighted average market cap is the sum of each company's weight multiplied by its market cap.

S&P SmallCap 600® Index measures the performance of 600 small sized companies in the US equity market, with market capitalization ranging from \$450 million to \$2.1 billion USD. The index does not overlap holdings with the S&P 500 or S&P MidCap 400.

Price to earning ratio (P/E ratio) is a fundamental measure used to determine if an investment is valued appropriately. Each holding's P/E is the latest closing price divided by the latest fiscal year's earnings per share. Negative P/E ratios are excluded from this calculation.

Dividend yield is the weighted average of each underlying holdings' dividend yield. There is no guarantee dividends will be paid.

Upside/Downside capture Upside/downside capture ratio shows you whether a given fund has outperformed--gained more or lost less than--a broad market benchmark during periods of market strength and weakness.

The Pacer US Small Cap Cash Cows Index was released on 5/29/17.

The Pacer US Small Cap Cash Cows Index (the "Index") is the property of Index Design Group, LLC which has contracted with S&P Opco, LLC (a subsidiary of S&P Dow Jones Indices LLC) to calculate and maintain the Index. The Index is not sponsored by S&P Dow Jones Indices or its affiliates or its third party licensors (collectively, "S&P Dow Jones Indices"). S&P Dow Jones Indices will not be liable for any errors or omissions in calculating the Index. "Calculated by S&P Dow Jones Indices" and the related stylized mark(s) are service marks of S&P Dow Jones Indices and have been licensed for use by Index Design Group, LLC. S&P® is a registered trademark of Standard & Poor's Financial Services LLC ("SPFS"), and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones").

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