



PTBD

Pacer Trendpilot® US Bond ETF

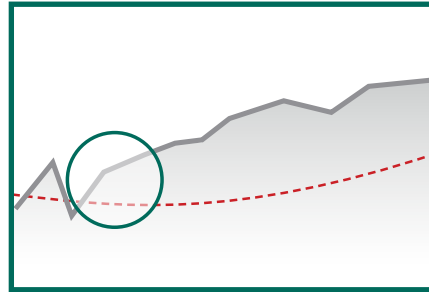
A strategy driven fixed income exchange traded fund (ETF) that uses trend following to alternate exposure between high yield corporate bonds and U.S. Treasury Bonds.

STRATEGY OVERVIEW

An objective, rules-based trend following strategy that changes exposure based on 3 indicators.

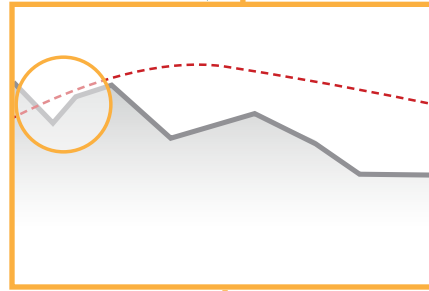
100% S&P U.S. High Yield Corporate Bond Index

High Yield Indicator: When the Risk Ratio closes above its 100 day simple moving average (100 Day SMA) for five consecutive business days, the exposure of the Index will be 100% to the S&P U.S. High Yield Corporate Bond Index.¹ From the High Yield position, the Index will change to the 50/50 position or the T-Bond position depending on the 50/50 Indicator and the T-Bond Indicator.



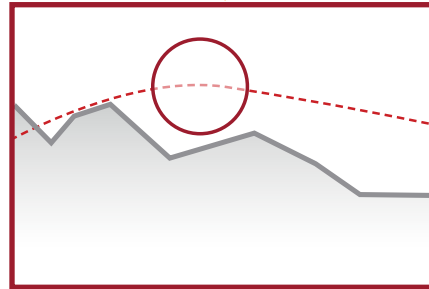
50% S&P U.S. High Yield Corporate Bond Index, 50% S&P U.S. Treasury Bond 7-10 Year Index

50/50 Indicator: When the Risk Ratio closes **below** its 100 Day SMA for five consecutive business days, the exposure of the Index will be 50% to the S&P U.S. High Yield Corporate Bond Index and 50% to the S&P U.S. Treasury Bond 7-10 Year Index.¹ From the 50/50 position, the Index will return to the High Yield position or change to the T-Bond position depending on if those indicators are triggered.



100% S&P U.S. Treasury Bond 7-10 Year Index

T-Bond Indicator: When the Risk Ratio's 100 Day SMA closes lower than its value from five business days earlier, the exposure of the Index will be 100% to the S&P U.S. Treasury Bond 7-10 Year Index.¹ From this position, the Index will change to the S&P U.S. High Yield Corporate Bond Index position when the High Yield Indicator is triggered. The Index will not return to its 50/50 position unless the High Yield Indicator is first triggered.



Legend:

- Risk Ratio
- S&P U.S. High Yield Corporate Bond Total Return Index
- S&P U.S. Treasury Bond 7-10 Year Total Return Index
- - - Risk Ratio 100 Day Simple Moving Average

The graphs illustrate the Pacer Trendpilot® methodology based on hypothetical movements of its risk ratio and its 100 day simple moving average. This does not demonstrate historical data, and is not an indication of how any Index or Pacer Trendpilot® methodology will perform in the future. If the conditions mentioned in the graph are not satisfied, the trend of the risk ratio will be the same as the trend of the risk ratio on the immediately preceding business day.
⁽¹⁾Any exposure change will become effective by the 6th business day.

FUND EXPOSURE: 1/1/20 – 3/31/20

During the last quarter, the fund alternated exposure based on the three indicators above. Below is the position of the fund on each business day.



1/1/20 - 2/2/20:
100% High Yield

3/1/20 - 3/31/20:
100% T-Bonds



PACER TRENDPILOT® US BOND ETF

ABOUT THE FUND

Pacer Trendpilot® US Bond ETF

The Pacer Trendpilot® US Bond ETF (the “Fund”) is an exchange traded fund (“ETF”) that seeks to track the total return performance, before fees and expenses, of the Pacer Trendpilot® US Bond Index (the “Index”).

Fund Details

NAV	\$25.65
Fund Ticker	PTBD
Index	Pacer Trendpilot® US Bond Index
Benchmark Index	S&P U.S. High Yield Corporate Bond Index
Intraday NAV (IIV)	PTBD.IV
CUSIP#	69374H642
Fund Inception	10/22/19
Total Expenses	0.60%
30 Day SEC Yield	4.49%
Exchange	NYSE Listed

⁽¹⁾Returns less than one year are cumulative.

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 NYSE 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.

Performance¹ (%)

	Since Fund Inception (10/22/19)	YTD	1 Month	3 Month	1 Year
Pacer Trendpilot® US Bond ETF NAV	3.72	1.62	2.22	1.62	N/A
Pacer Trendpilot® US Bond ETF Market Price	3.17	0.36	0.40	0.36	N/A
Pacer Trendpilot® US Bond Index	3.86	1.94	2.93	1.94	N/A
S&P U.S. High Yield Corporate Bond Index	-11.42	-13.39	-12.54	-13.39	-7.40

Source: US Bank, Bloomberg and S&P. This is a new Fund and therefore has limited performance to report. Performance quoted represents past performance and does not guarantee future results. Investment return and principal value will fluctuate, so shares may be worth more or less when redeemed or sold. Current performance may be lower or higher than the performance quoted. Visit www.paceretfs.com for the most recent month-end performance. Index returns are for illustrative purposes only. Index performance does not reflect any management fees, transaction costs, or expenses. You cannot invest directly in an index.

S&P U.S. High Yield Corporate Bond Index Characteristics:

- Designed to track the performance of U.S. dollar-denominated, high-yield corporate bonds.
- Qualifying securities must have a below-investment-grade rating.
- A high-yield corporate bond can return higher yields than most other fixed-income debt securities, but with greater risk.

Weighted Average Coupon	6.03%
Average Years to Maturity	6.84
Modified Duration	4.67
Yield to Maturity	9.80%

Source: FactSet, Bloomberg

S&P U.S. Treasury Bond 7-10 Year Index Characteristics:

- Designed to measure the performance of U.S. Treasury bonds maturing in 7 to 10 years.
- Treasury bonds are marketable, fixed income U.S. government debt securities.
- Treasury bonds issue interest payments semi-annually.

Weighted Average Coupon	2.57%
Average Years to Maturity	8.46
Modified Duration	7.67
Yield to Maturity	0.66%

Source: FactSet, Bloomberg

ABOUT THE STRATEGY

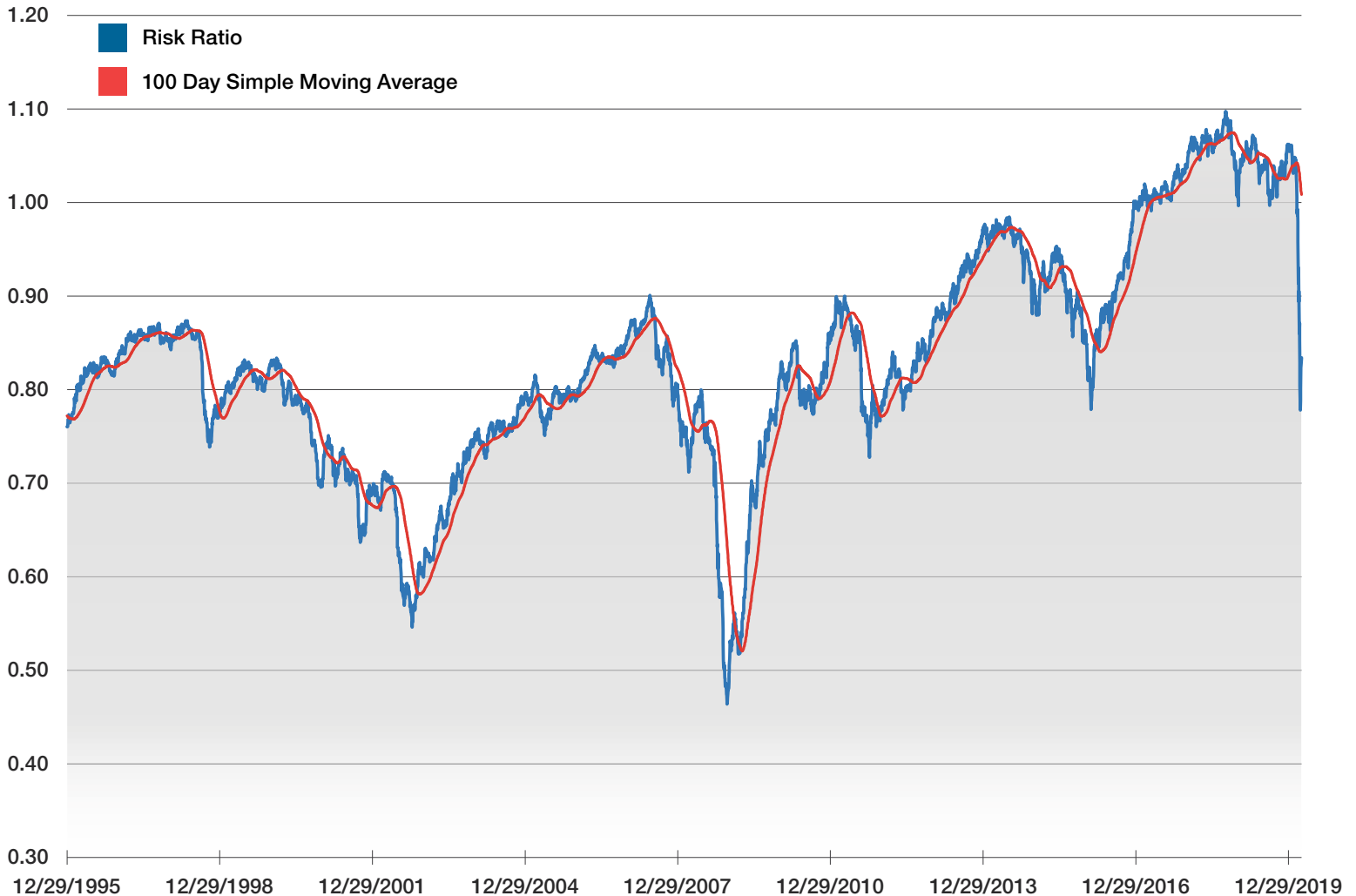
Understanding the Risk Ratio

The risk ratio is designed to measure the relative total return strength of the S&P U.S. High Yield Corporate Bond Index to the S&P U.S. Treasury Bond 7-10 Year Index. When the risk ratio is increasing, high yield corporate bonds are outperforming Treasury bonds. When the risk ratio is decreasing, Treasury bonds are outperforming high yield corporate bonds. The risk ratio is compared to a 100D SMA in order to establish its trend.

$$\frac{\text{S\&P U.S. High Yield Corporate Bond Total Return Index}}{\text{S\&P U.S. Treasury Bond 7-10 Year Total Return Index}} = \text{Risk Ratio}$$

For example, on 12/31/19, the S&P U.S. High Yield Corporate Bond Index (the High Yield Index) closed at 684.77 and the S&P U.S. Treasury Bond 7-10 Year Index (the T-Bond Index) closed at 644.65, giving us a risk ratio of 1.06.

100 Day Simple Moving Average Compared to the Risk Ratio 12/31/1995 – 3/31/2020



The graph above is the historical performance of the S&P U.S. High Yield Corporate Bond Total Return Index divided by the S&P U.S. Treasury Bond 7-10 Year Total Return Index (Risk Ratio) and the Risk Ratio's 100 day simple moving average. This illustration does not reflect any historical Trendpilot® Index or Pacer ETF performance. **The Total Return Index** includes the reinvestment of interest. **YOU CANNOT INVEST DIRECTLY IN AN INDEX.**



PACER TRENDPILOT® SERIES

Pacer Trendpilot® US Bond 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 these funds are detailed in the prospectus and could include factors such as cash redemption risk, fixed income risk, government obligations risk, high yield risk, management risk, new fund risk, passive investment risk, tracking risk, trend lag risk and other special risks of exchange traded funds.

When investing in high yield, high risk securities, the Fund will generally hold a representative sample of the securities in the Index whose risk, return and other characteristics closely resemble, in the judgment of the Sub-Adviser, Vident Investment Advisory, those of the Index as a whole. While intended to allow the Fund to closely track the Index, use of this approach may cause the Fund's performance to deviate from that of the Index.

Weighted average coupon is the par-weighted average coupon rate paid by all bonds in the index.

Average years to maturity is the average number of years to describe maturities in a portfolio of debt securities, including corporate debt and municipal bonds.

Modified Duration is a measure of how sensitive the price of a bond is to interest rate change.

Yield to Maturity is the total return anticipated on a bond if the bond is held until it matures.

30-Day SEC yield is a standardized yield calculation for bond funds specified by the U.S. Securities and Exchange Commission (SEC).

The Pacer Trendpilot® US Bond 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").

Pacer Advisors, Inc. is the fund advisor. Vident Investment Advisory is the fund sub-adviser. Vident Investment Advisory, LLC is registered as an investment advisor with the SEC and only conducts business in states where it is properly notice filed or is excluded from registration requirements.

Trendpilot® is a registered trademark of Index Design Group, LLC.

© 2020, Pacer Financial, Inc., All rights reserved.

Distributor: Pacer Financial, Inc., member FINRA, SIPC, an affiliate of Pacer Advisors, Inc.

NOT FDIC INSURED | MAY LOSE VALUE | NOT BANK GUARANTEED



PACER ETFs

877-337-0500 • www.paceretfs.com