

Portfolio Managers

Robert L. Salvin
(industry since 1986)

Norman P. Boucher
(industry since 1985)

Objective

Putnam ESG High Yield ETF seeks high current income. Capital growth is a secondary goal when consistent with achieving high current income.

Type

Active, fully transparent, traditional ETF with daily disclosure of portfolio holdings to public investors and traders

Ticker CUSIP
PHYD 746729888

Primary exchange
NYSE

Fund distributor
Foreside Fund Services, LLC

Inception
January 19, 2023

Benchmark
JPMorgan Developed High Yield Index

Morningstar category
High Yield Bond

Lipper category
High Yield

Putnam ESG High Yield ETF (PHYD)

Corporate bonds selected for higher income potential

Income focused

Pursues a higher level of income than most bonds offer by investing in higher-yielding, lower-rated corporate bonds

Bottom-up process

Invests across a range of industries and companies with the ability to adjust fund holdings to capitalize on market opportunities

Integrated ESG approach

Incorporates consideration of material environmental, social, and governance (ESG) issues that managers view as additive to the fundamental understanding of each issuer

Diversification across market sectors

Consumer cyclicals	22.8%
Energy	11.0
Basic materials	10.8
Capital goods	9.6
Technology	7.8
Health care	7.2
Consumer staples	6.2
Communication services	5.7
Financials	4.8
Transportation	1.2
Utilities	1.0
Non-cash investments	5.1
Net cash	12.0

Allocations will vary over time.

Allocations may not total 100% of net assets because the table includes the notional value of derivatives (the economic value for purposes of calculating periodic payment obligations), in addition to the market value of securities.

Maturity breakdown

0 to 1 year	12.1%
1 to 5 years	50.2
5 to 10 years	37.0
10 to 15 years	0.3
Over 15 years	0.4
Due to rounding, percentages may not equal 100%	

Portfolio quality

BBB	8.2%
BB	49.8
B	24.4
CCC and below	4.1
Not rated	1.4
Net cash	12.0

Holdings represent 100% of the portfolio and will vary over time.

Cumulative total return at net asset value

Inception: 1/19/23	NAV	Market price	Benchmark*
Q4	6.95%	7.05%	6.82%
Since inception	8.42	8.74	9.77

Current performance may be lower or higher than the quoted past performance, which cannot guarantee future results. Share price, principal value, and return will vary, and you may have a gain or loss when you sell your shares. Performance assumes reinvestment of distributions and does not account for taxes.

Shares of any ETF are bought and sold at market price (not NAV), may trade at a discount or premium to NAV, and are not individually redeemed from the fund. Brokerage commissions will reduce returns.

Returns less than one year are not annualized. For the most recent month-end performance, please call 1-833-228-5577 or visit the fund's website at putnam.com.

**Not FDIC insured
May lose value
No bank guarantee**

* The JPMorgan Developed High Yield Index is an unmanaged index of high-yield fixed income securities issued in developed countries. You cannot invest directly in an index.

**Total expense ratio**

0.55%

Dividend frequency

Monthly

Average effective duration

3.32

Net assets

\$109.41M

Experienced portfolio managers

- Portfolio Manager Norman Boucher focuses on the cyclical sectors as well as portions of the non-cyclical market, including food/beverages and utilities.
- Portfolio Manager Robert Salvin, who is Head of Corporate and Tax-Exempt Credit for Putnam's fixed income team, covers the remainder of the non-cyclical sectors and retail, as well as convertible securities.

Average effective duration provides a measure of a fund's interest-rate sensitivity. The longer a fund's duration, the more sensitive the fund is to shifts in interest rates.

Consider these risks before investing: Investing with a focus on companies or issuers that exhibit a commitment to ESG factors may result in the fund investing in certain types of companies or issuers that underperform the market as a whole. In evaluating an investment opportunity, we may make investment decisions based on information and data that is incomplete or inaccurate. Due to changes in the products or services of the companies and issuers in which the fund invests, the fund may temporarily hold securities that are inconsistent with its ESG investment criteria.

Fixed income investments are subject to interest-rate risk (the risk of bond prices falling if interest rates rise) and credit risk (the risk of an issuer defaulting on interest or principal payments). Interest-rate risk is generally greater for longer-term bonds, and credit risk is generally greater for below-investment-grade bonds. Risks associated with derivatives include increased investment exposure (which may be considered leverage) and, in the case of over-the-counter instruments, the potential inability to terminate or sell derivatives positions and the potential failure of the other party to the instrument to meet its obligations. Lower-rated bonds may offer higher yields in return for more risk. Unlike bonds, funds that invest in bonds have fees and expenses.

The value of investments in the fund's portfolio may fall or fail to rise over time for a variety of reasons, including general economic, political, or financial market conditions; investor sentiment and market perceptions; government actions; geopolitical events or changes; and factors related to a specific issuer, geography, industry, or sector. These and other factors may lead to increased volatility and reduced liquidity in the fund's portfolio holdings. Our investment techniques, analyses, and judgments may not produce the outcome we intend. You can lose money by investing in the fund.

You should consider the fund's investment objectives, risks, charges, and expenses carefully before you invest. This and other important information is contained in the fund's prospectus available on putnam.com or by calling 1-833-228-5577. Please read carefully before you invest.

Putnam ETFs are distributed by Foreside Fund Services, LLC. Putnam Retail Management, LP and Putnam Investments are Franklin Templeton companies and are not affiliated with Foreside Fund Services, LLC.

putnam.com