

Alerian Energy Infrastructure ETF

Ticker: ENFR

Monthly Insights as of May 31, 2026

Key Takeaways

- The Alerian Energy Infrastructure ETF (ENFR) fell -3.13% on a total-return basis in May as oil prices dropped on reports of a potential peace deal between the US and Iran.
- Eight ENFR holdings raised their first quarter dividends sequentially, and 88.45% of the ETF by weighting have grown their payouts within the last year.
- At the end of May, ENFR's underlying index, the Alerian Midstream Energy Select Index (AMEI), was yielding 4.78% and was trading above its three-year average forward EV/EBITDA multiple.

Performance Notes

ENFR fell -3.13% on a total-return basis in May as oil prices fell on reports the US and Iran continued to make progress towards a deal to reopen the Strait of Hormuz, though a formal agreement has yet to materialize. Most portfolio companies reported earnings early in the month and broadly beat consensus estimates. ENFR lagged the S&P 500 Index, which gained 5.26% for the month, but outperformed the broad Energy Select Sector Index (IXE), which fell 5.58% for the month. The US oil benchmark fell 16.86% in May to \$87.36 per barrel, albeit with significant headline-driven volatility as the Strait of Hormuz remained effectively closed. US natural gas prices rose 18.90% to \$3.29 per million British thermal units. Year to date through the end of May, ENFR has gained 21.97%, on a total-return basis while the S&P 500 is up 11.27%. Despite a weak month, Energy remains the second best-performing sector in 2026 after Information Technology, with the IXE up 26.75% year to date through May.

In May, ENFR announced a distribution of \$0.38618 per share, up 2.42% from the May 2025 payout.

Digging into portfolio performance for May, Petroleum Transportation was the best-performing subsector and the only subsector with gains. The worst-performing subsector for the second consecutive month was Liquefaction, which fell as international liquefied natural gas (LNG) benchmarks continued to retreat from a significant war-driven surge in March.

Outlook

Most ENFR holdings reported first quarter earnings in May, with broadly constructive results underscoring the midstream sector's improving outlook. Several ENFR holdings raised full-year guidance, citing a stronger macro backdrop and volume tailwinds. Companies continue to see robust growth opportunities for natural gas infrastructure tied to liquefied natural gas (LNG) exports and power generation, including for data centers. The disruption in energy flows from the Middle East has pushed the oil futures curve higher, which is likely to be supportive for US oil production into 2027. The US Energy Information Administration is now forecasting that US oil output will reach a new record high in 2027, averaging just over 14 million barrels per day (MMBpd).

EBITDA growth and ongoing free cash flow generation continue to drive a constructive outlook for midstream payouts. For the quarter, eight ENFR holdings raised their dividends sequentially, representing just over a third of the ETF by weighting. Twenty names representing 88.45% of the ETF by weighting have increased their payouts on a year-over-year (Y/Y) basis, as shown in the chart below. Looking ahead, midstream companies are mostly targeting mid-single-digit dividend growth for the year.

Performance Summary

Total Returns	May-26	QTD	YTD	1Y
Alerian Energy Infrastructure ETF (ENFR)(NAV)	-3.13%	-0.93%	21.97%	25.40%
Alerian Midstream Energy Select Index (AMEI)	-3.06%	-0.83%	22.37%	26.27%
<i>Gathering & Processing Subsector</i>	-1.03%	2.15%	25.79%	33.64%
<i>Liquefaction Subsector</i>	-14.40%	-20.20%	31.64%	-7.42%
<i>Natural Gas Transportation Subsector</i>	-4.60%	-0.50%	19.13%	23.51%
<i>Petroleum Transportation Subsector</i>	0.50%	2.14%	20.74%	30.75%
<i>Storage Subsector</i>	-5.78%	-3.28%	14.46%	33.48%
Energy Select Sector Index (IXE)	-5.58%	-8.07%	26.75%	42.48%
Crude Oil (WTI)	-16.86%	-13.83%	52.14%	43.71%
Crude Oil (WCS - Western Canadian Select)	-12.81%	-10.87%	62.97%	39.95%

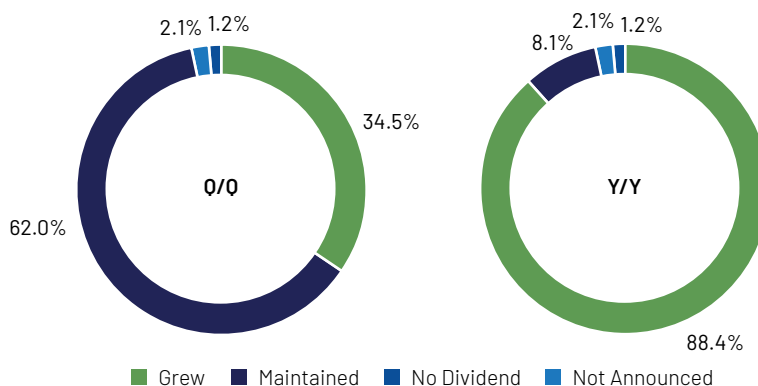
Source: Bloomberg L.P., as of 5/31/2026

Performance data quoted represents past performance. Past performance is no guarantee of future results so that shares, when redeemed, may be worth more or less than their original cost. The investment return and principal value will fluctuate. Current performance may be higher or lower than the performance quoted. For current month-end performance call 1-866-759-5679 or visit www.alpsfunds.com. Performance includes reinvested distributions and capital gains.

For standardized performance please see page 3.

Crude Oil performance numbers are based on price return.

ENFR Holdings 1Q26 Dividend Trends by Weighting



Weightings as of 5/29/2026

Venture Global (VG) has not announced its dividend at the time of publishing.

1Q26 dividends refer to dividends paid in 2Q26 based on 1Q26 performance.

Source: VettaFi, SS&C ALPS Advisors, Company reports, as of 6/1/2026

Constituent News

- **TC Energy (TRP CN, 5.22% weight as of 5/31/2026)** reported in-line first quarter results and reaffirmed its 2026 comparable EBITDA and capital spending guidance. Strong US natural gas demand from power generation, data centers, and LNG exports boosted the company's unsanctioned project backlog to C\$21 billion. Operational highlights included sanctioning the US\$1.5 billion Appalachia Supply Project to add 0.8 billion cubic feet per day (Bcf/d) of capacity by 2030 and placing C\$400 million of pipeline projects into service. Additionally, the Coastal GasLink pipeline finalized a commercial framework with LNG Canada for a proposed Phase 2 Expansion.
- **Williams (WMB, 6.06% weight as of 5/31/2026)** reported first quarter results above expectations and expects full-year adjusted EBITDA to land in the upper half of its guidance range (midpoint of \$8.2 billion represents 5.8% growth vs. 2025). To support robust power demand opportunities, WMB raised its 2026 growth capital spending guidance and expects leverage to rise modestly to 4.1x, though the company is actively exploring joint venture partners for financing. Major commercial highlights included sanctioning the \$2.3 billion Neo power project and the 164 million cubic feet per day (MMcf/d) Atlas Northeast data center gas infrastructure agreement. Additionally, the company sanctioned the 273 MMcf/d Silver Spur expansion, upsized its Transco Power Express project, and announced gathering expansions in the Marcellus and Haynesville basins to meet upcoming LNG demand.
- **Targa Resources (TRGP, 5.30% weight as of 5/31/2026)** reported first quarter results ahead of consensus estimates and raised its 2026 adjusted EBITDA guidance to \$5.8 billion at the midpoint, representing 17% growth vs. 2025. TRGP sanctioned two new Permian Delaware gas processing plants expected online in early 2028. Management highlighted a strong outlook with rising second quarter Permian volumes and anticipates material volume growth in late 2026 and 2027 as incremental egress capacity enters service.
- **Keyera (KEY CN, 4.70% weight as of 5/31/2026)** reported first quarter adjusted EBITDA above expectations and reaffirmed its standalone target of a 7 - 8% fee-based adjusted EBITDA compound annual growth rate (CAGR) from 2024 to 2027. Strategically, KEY completed its C\$5.15 billion acquisition of Plains All American's (PAGP, 5.23% weight as of 5/31/2026) Canadian natural gas liquids (NGLs) business and expects to release updated guidance in mid-June. KEY also highlighted its ~\$200 million acquisition of a stake in the Simonette East gas plant. Looking forward, management anticipates strong regional basin dynamics will drive incremental crude egress and sustained condensate demand growth into the 2027 - 2028 timeframe.

Valuation Update

- At the end of May, ENFR's underlying index, AMEI, was trading at a forward EV/EBITDA multiple of 10.82x based on 2027 consensus estimates, above its three-year average ratio of 9.93x.
- The current yield for AMEI is 4.78%, which is below its three-year average of 5.64%.

AMEI Current Valuations

	Current	3 Year Avg	Delta
Price/Cash Flow (TTM)	7.66x	6.80x	12.69%
Enterprise Value/EBITDA [^]	10.82x	9.93x	8.89%
Yield	4.78%	5.64%	-15.29%
ENFR 30-Day SEC Yield	4.45%		

Source: Bloomberg L.P. and VettaFi, as of 5/31/2026

Past performance is no guarantee of future results.

[^] NEXT and TELL were excluded from the current EV/EBITDA calculation as outliers.

Performance

Total Returns	Cumulative as of 5/31/2026				Annualized as of 3/31/2026				
	1 M	3 M	YTD	SI	1 Y	3 Y	5 Y	10 Y	SI
NAV (Net Asset Value)	-3.13%	3.40%	21.97%	171.19%	22.27%	28.63%	23.95%	13.40%	8.45%
Market Price	-3.26%	3.25%	21.82%	171.12%	22.13%	28.66%	23.91%	13.41%	8.45%
Alerian Midstream Energy Select Index - TR	-3.06%	3.58%	22.37%	200.33%	23.07%	29.54%	24.80%	14.33%	9.34%
Alerian MLP Index - TR	-2.88%	2.47%	18.53%	100.39%	13.92%	24.72%	24.89%	11.03%	5.64%

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Market Price is based on the midpoint of the bid/ask spread at 4 p.m. ET and does not represent the returns an investor would receive if shares were traded at other times.

Fund inception date: 10/31/2013

Total Operating Expenses: 0.35%

Top 10 Holdings

ENBRIDGE INC	8.35%	PLAINS GP HOLDINGS LP-CL A	5.23%
ENERGY TRANSFER LP	7.95%	TC ENERGY CORP	5.22%
ENTERPRISE PRODUCTS PARTNERS	7.15%	PEMBINA PIPELINE CORP	5.18%
WILLIAMS COS INC	6.06%	DT MIDSTREAM INC	5.10%
TARGA RESOURCES CORP	5.30%	ONEOK INC	4.89%

As of 5/31/2026, subject to change

Daily holdings are available at www.alpsfunds.com.

Important Disclosures & Definitions

An investor should consider the investment objectives, risks, charges and expenses carefully before investing. This material must be preceded or accompanied by the prospectus. Read the prospectus carefully before investing.

Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemable.

Performance data quoted represents past performance. Past performance is no guarantee of future results; current performance may be higher or lower than performance quoted.

All investments are subject to risks, including the loss of money and the possible loss of the entire principal amount invested. Additional information regarding the risks of this investment is available in the prospectus.

Investments in securities of Master Limited Partnerships (MLPs) involve risks that differ from an investment in common stock. MLPs are controlled by their general partners, which generally have conflicts of interest and limited fiduciary duties to the MLP, which may permit the general partner to favor its own interests over the MLPs.

A portion of the benefits you are expected to derive from the Fund's investment in MLPs depends largely on the MLPs being treated as partnerships for federal income tax purposes. As a partnership, an MLP has no federal income tax liability at the entity level. Therefore, treatment of one or more MLPs as a corporation for federal income tax purposes could affect the Fund's ability to meet its investment objective and would reduce the amount of cash available to pay or distribute to you. Legislative, judicial, or administrative changes and differing interpretations, possibly on a retroactive basis, could negatively impact the value of an investment in MLPs and therefore the value of your investment in the Fund.

The Fund invests primarily in a particular sector and could experience greater volatility than a fund investing in a broader range of industries.

The Fund may be subject to risks relating to its investment in Canadian securities. Because the Fund will invest in securities denominated in foreign currencies and the income received by the Fund will generally be in foreign currency, changes in currency exchange rates may negatively impact the Fund's return.

Investments in the energy infrastructure sector are subject to: reduced volumes of natural gas or other energy commodities available for transporting, processing or storing; changes in the regulatory environment; extreme weather and; rising interest rates which could result in a higher cost of capital and drive investors into other investment opportunities.

The Fund employs a "passive management" - or indexing - investment approach and seeks investment results that correspond (before fees and expenses) generally to the performance

of its underlying index. Unlike many investment companies, the Fund is not "actively" managed. Therefore, it would not necessarily sell or buy a security unless that security is removed from or added to the underlying index, respectively.

30-Day SEC Yield: reflects the dividends and interest earned during the period, after the deduction of the Fund's expenses.

Alerian Midstream Energy Select Index (AMEI): a composite of North American energy infrastructure companies. The capped, float-adjusted, capitalization-weighted index constituents are engaged in midstream activities involving energy commodities.

Alerian MLP Index (AMZ): the leading gauge of energy infrastructure MLPs. The capped, float-adjusted, capitalization-weighted index constituents earn the majority of their cash flow from midstream activities involving energy commodities.

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA): a measure of a company's overall financial performance.

Enterprise Multiple (EV/EBITDA): a ratio used to determine the value of a company by considering the company's debt. The enterprise multiple is the enterprise value (EV) (market capitalization + total debt - cash and cash equivalents) divided by EBITDA (earnings before interest, taxes, depreciation and amortization).

Net Debt-to-EBITDA Ratio: a debt ratio that shows how many years it would take for a company to pay back its debt if net debt and EBITDA are held constant.

Price/Cash Flow (P/CF) Trailing Twelve Month (TTM) Ratio: represents the weighted average of the price/cash flow ratios (generated over the trailing twelve months) of the stocks in a portfolio. Price/cash flow represents the amount an investor is willing to pay for a dollar generated from a particular company's operations.

S&P 500 Index: widely regarded as the best single gauge of large-cap US equities. The index includes 500 leading companies and covers approximately 80% of available market capitalization.

Tailwind: a certain situation or condition that may lead to higher profits, revenue or growth.

One may not invest directly in an index.

ALPS Advisors, Inc., registered investment adviser with the SEC, is the investment adviser to the Fund. ALPS Advisors, Inc. and ALPS Portfolio Solutions Distributor, Inc., affiliated entities, are unaffiliated with VettaFi and the Alerian Index Series.

ALPS Portfolio Solutions Distributor, Inc. is the distributor for the Fund.

Not FDIC Insured • No Bank Guarantee • May Lose Value

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