

## Forensic Accounting Long-Short ETF

### FUND OBJECTIVE

The Forensic Accounting Long-Short ETF (FLAG) seeks investment results, before fees and expenses that correspond generally to the price and yield performance of the WeatherStorm Forensic Accounting Long-Short Index.

### THE STRATEGY

The Forensic Accounting Long-Short Index construction process aims to identify and allocate capital to higher quality stocks at attractive valuations while avoiding or shorting lower quality stocks with less attractive valuations. The strategy combines five distinct forensic accounting and valuation factors for scoring and ranking stocks. These factors cover: cash flow quality, revenue recognition, earnings quality, shareholder yield and valuation. The combined score provides a metric to assess the relative attractiveness or unattractiveness for long/short index exposures. The index is constructed with a 100% net equity exposure (130% long, 30% short) and is rebalanced quarterly.

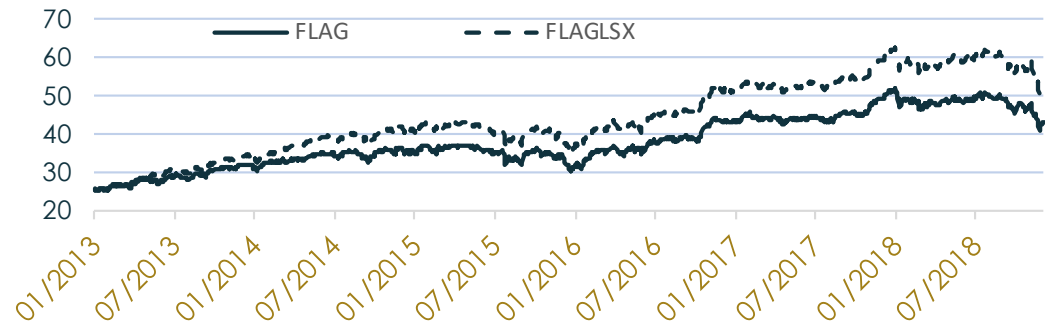
### FUND HIGHLIGHTS

**Forensic Accounting to Improve Stock Selection** – The fund aims to build a portfolio of higher quality stocks at lower valuations while also taking advantage of shorting lower quality stocks at high valuations

**Core beta** – A 100% net equity exposure may make this fund an attractive alternate or complement to core U.S. large cap equity exposures

**Diversification** – returns from quality and value factors help diversify returns beyond equity beta alone

### CUMULATIVE PERFORMANCE

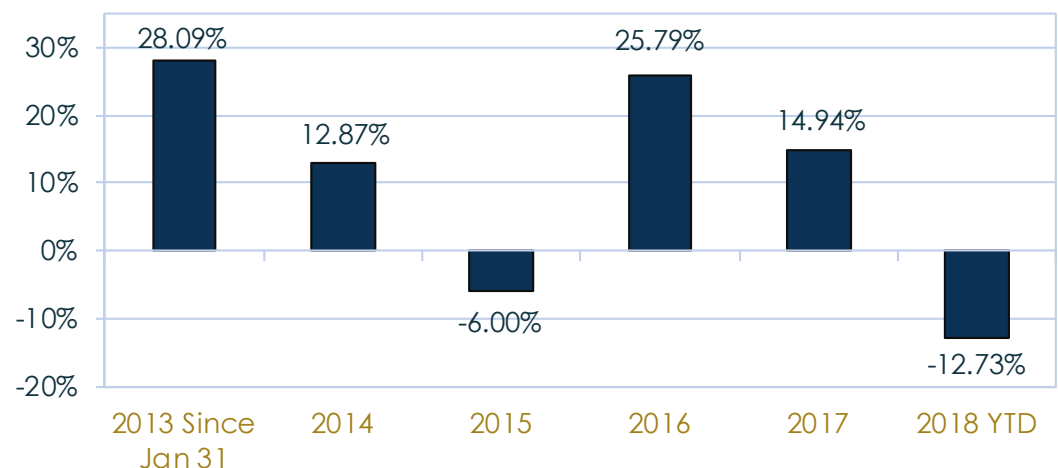


### PERFORMANCE HISTORY<sup>1</sup>

	YTD	1 Yr	3 Yr	5 Yr	Since Inception 1/30/13	Management Fee	Operating Expense
<b>FLAG (Market)</b>	-12.73%	-12.73%	8.06%	6.01%	9.50%		
<b>FLAG (NAV)</b>	-11.95%	-11.95%	8.29%	6.12%	9.50%	0.85%	1.15%

The performance data quoted represents past performance and does not guarantee future results. 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. Current performance may be higher or lower than the performance quoted. For performance data current to the most recent month end, please visit [www.flagetf.com](http://www.flagetf.com).

### YEAR BY YEAR PERFORMANCE



<sup>1</sup>The closing market price is the Mid-Point between the Bid and Ask price as of the close of exchange. Since the Fund's Shares typically do not trade in the secondary market until several days after the Fund's inception, for the period from inception to the first day of secondary market trading in Shares, the NAV of the Fund is used to calculate market returns

## RISK MEASURES\*

Standard Deviation	12.76%
Sharpe Ratio	0.74
Alpha	-0.28%
Beta	1.03

## NUMBER OF HOLDINGS

	Nominal	Effective
Long	137	135
Short	45	42
Total	182	177

\*Standard Deviation measures the historic volatility of a fund. Sharpe Ratio uses standard deviation and excess return to determine reward per unit of risk. Alpha measures risk-adjusted performance, showing excess return delivered at the same risk level as the benchmark. This is volatility compared to its risk-adjusted performance against a benchmark index. Beta measures systematic risk of a security or portfolio compared to the market.

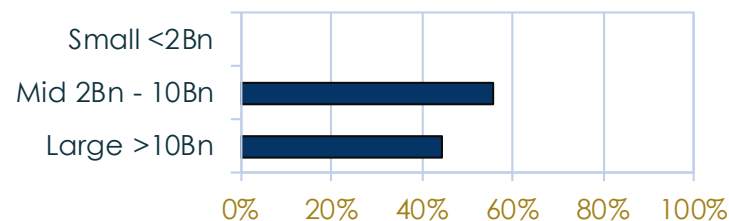
## MARKET CAPITALIZATION

	Long	Short	Total
Large >10Bn	41.9%	33.8%	44.3%
Mid 2 Bn - 10 Bn	58.1%	66.2%	55.7%
Small <2Bn	0.0%	0.0%	0.0%
Total	100%	100%	100%

## FUND CHARACTERISTICS\*\*

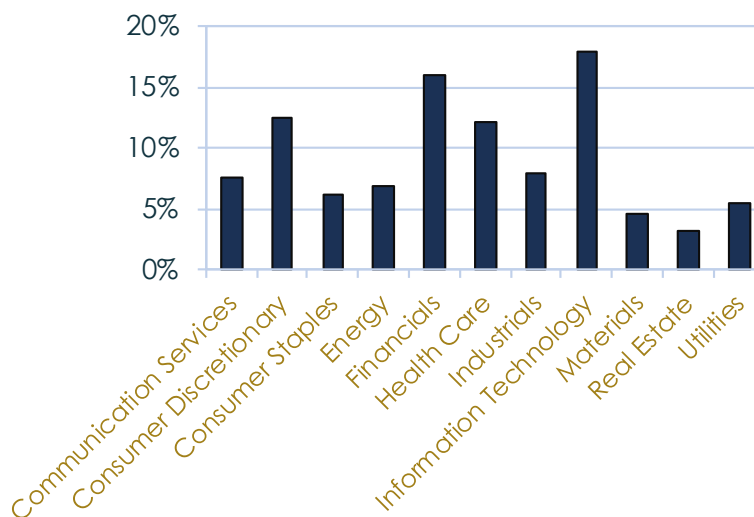
	Long	Short
Average Market Cap	\$27 Bn	\$28.4 Bn
Median Market Cap	\$7.9 Bn	\$7 Bn
Price/Earnings	12.32	20.46
Price/Book	1.63	4.17
Price/Sales	0.62	5.06

\*\*Average Market Cap of a fund's equity portfolio gives you a measure of the companies in which the fund invests. This value is gathered by multiplying the number of a company's shares outstanding by its price per share and taking the mean. Median Market Cap is the midpoint of market capitalization (market price multiplied by the number of shares outstanding) of the stocks in a portfolio. Price/Book Ratio is a valuation metric that compares a stock's market value to a company's total assets minus its total liabilities. Price/Earnings Ratio is the price of a stock divided by its earnings per share from the trailing four quarters. Price/Sales Ratio is the price of a stock divided by its sales per share from the trailing four quarters.



## SECTOR ALLOCATIONS

	Long	Short	Total
Communication Services	9.0%	-1.3%	7.6%
Consumer Discretionary	19.5%	-7.1%	12.5%
Consumer Staples	6.8%	-0.7%	6.1%
Energy	6.8%	0.0%	6.8%
Financials	16.7%	-0.7%	16.0%
Health Care	17.6%	-5.6%	12.0%
Industrials	11.7%	-3.8%	7.9%
Information Technology	27.1%	-9.2%	17.9%
Materials	4.6%	-0.1%	4.5%
Real Estate	4.6%	-1.5%	3.1%
Utilities	5.5%	0.0%	5.5%
Total	130%	-30%	100%



## TOP 10 LONG

	Stock Name	Allocation
1	EverCore Inc	1.02%
2	Thor Industries	1.02%
3	AbbVie Inc	1.02%
4	P G & E corp	1.02%
5	Bristol-Meyers Squibb Co	1.01%
6	Hanover Insurance Group Inc	1.01%
7	Lazard LTD	1.01%
8	Intel Corp	1.01%
9	Kroger Co	1.01%
10	Foot Locker Inc	1.01%

Holdings are subject to change

## TOP 10 SHORT

	Stock Name	Allocation
1	Anylam Pharmaceuticals Inc	-0.77%
2	Advanced Micro Devices	-0.77%
3	Insulet Corp	-0.76%
4	Agios Pharmaceuticals Inc	-0.76%
5	GrubHub Inc	-0.76%
6	Zendesk Inc	-0.76%
7	Five Below	-0.76%
8	Ollie's Bargain Outlet Holdings	-0.76%
9	The Trade Desk Inc	-0.75%
10	Paylocity Holding Corp	-0.75%

Carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Fund's prospectus, which may be obtained by visiting [www.flagfunds.com](http://www.flagfunds.com). Read the prospectus carefully before investing.

There is no guarantee that the Fund or the index will achieve its investment objective. Investing involves risk, including the possible loss of principal. Because the Fund will be shorting stocks, it will incur expenses relating to those transactions. The use of short sales could increase the exposure of the Fund to the market, increase losses, and increase the volatility of return. The Funds are distributed by SEI Investments Distribution Co., which is not affiliated with Exchange Traded Concepts, LLC, Vident Investment Advisory or any of their affiliates.