



The Fund (Ticker PLCY)

EventShares U.S. Legislative Opportunities ETF is an actively managed portfolio of small- and mid-cap businesses invested in legislative and regulatory catalysts.

Investment Process

Thematic Idea Generation

Strives to identify changes in government rules and regulations, which are often overlooked by market participants, allowing PLCY to build high-conviction views on industry fundamentals.

Systematic Investment Process

Stock selection is based on identifying companies and industries most levered economically and financially to policy changes.

Proactive Risk Management

Risk management is incorporated into all stages of our investment process, evaluating volatility and factor exposures. Rebalancing and active position management are used to maintain the fund's targeted exposure.

Why Invest in PLCY?

- Seeks high-conviction, best-of-breed businesses
- Benchmark-agnostic. Seeks to outperform the index, not mirror it
- Traditional benefits of ETFs: Cost and tax efficient, intra-day liquidity and transparent

Key Differentiators

- PLCY can be used to gain exposure to policy catalysts, which may exhibit low correlation to broad equity markets.
- The fund looks to maintain low index overlap.
- U.S. policy impacts 100% of U.S. companies. PLCY looks through the noise to identify winners and losers.

Fund Construction

Strategy	Invest in legislative and regulatory catalysts, seeking to construct portfolio designed to maximize returns while limiting downside risk.
Number of Holdings	70-120 holdings across 10-15 themes
Holding Period	6 months to 2 years
Theme Concentration	Top themes: 10% to 20% each
Geography	U.S. companies
Market Capitalization	Small & Mid Cap tilt
Transparency	Fully Transparent (daily)

Fund Details (as of 1/2/2020)

Type	U.S. Equity
Inception Date	10/17/2017
Gross Expense Ratio	0.85%
Net Expense Ratio ⁽¹⁾	0.75%
Total Net Assets	\$20.1M
Transparency	Daily
Index Overlap ⁽²⁾	4.95%

Market Cap Distribution (\$ in billions)

>\$25	19 / 18%
\$10-25	11 / 11%
\$1-10	60 / 58%
<\$1.0	20 / 14%
Total Holdings	110 / 100%

Top 5 Holdings

	Policy Themes	% of net assets
Cameco (CCJ)	Uranium	2.49
Avalara (AVLR)	Government Technology	2.42
Tyler Technologies (TYL)	Government Technology	2.18
Scorpio Tankers (STNG)	IMO 2020	2.10
Axon Enterprise (AAXN)	Government Technology	2.01

Policy Theme Weights

	Industries	% of net assets
Healthcare Innovation	HealthTech, Insurers, Hospital & Outpatient Facilities	14.56
Defense	National Security IT, Aircraft Parts, Shipbuilders	12.46
IMO 2020	Crude Tankers, Outsourced Fuel Logistics	12.02
5G Telecom	Network Providers, Hardware, Cell Towers	11.09
Infrastructure	Engineering Contractors, Water Treatment Systems	11.06
Government Technology	Sales Tax Compliance, State & Local Court Software	10.27
Renewable Fuels	Ethanol Tax Credits	7.99
Sports Betting	Regional Casinos, Sports Betting Software	6.61
Media Deregulation	Local TV Station Owners	3.99
Trade	Ag Equipment, CA Warehouse REIT	3.72
Tobacco	Tobacco Companies	3.56
Uranium	Miners	2.49
Total Themes/Holdings		100%

As of 1/2/2020. Source: EventShares/FactSet. Holdings and allocations subject to change.



Investment Results (%)

Month End – As of 31 December 2019	Annualized Total Returns						
	1 Month	3 Month	YTD	1Yr	3Yr	5Yr	Inception
PLCY NAV	3.64	13.46	28.27	28.27	-	-	9.74
PLCY Market Price	3.26	12.98	28.26	28.26	-	-	9.60
Morningstar US Mid Core Index	2.81	7.06	26.20	26.20	-	-	7.64

Quarter End – As of 31 December 2019	Annualized Total Returns						
	1 Month	3 Month	YTD	1Yr	3Yr	5Yr	Inception
PLCY NAV	3.64	13.46	28.27	28.27	-	-	9.74
PLCY Market Price	3.26	12.98	28.26	28.26	-	-	9.60
Morningstar US Mid Core Index	2.81	7.06	26.20	26.20	-	-	7.64

Net Expense (1) 0.75%, Gross Expense 0.85%. 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. Returns for periods greater than one year are annualized. Market price returns are based upon the midpoint of the bid/ask spread at 4:00 Eastern Time and do not represent the returns you would receive if you traded shares at other times. For performance data current to the most recent month end, please call 1-877-539-1510, or visit EventSharesFunds.com.

Risk Metrics

Since Inception as of 31 Dec. 2019	Beta	Standard Deviation	Up / Down Capture
PLCY	0.85	14.0%	95%/77%
Morningstar US Mid Core Index	1.00	14.4%	100% / 100%

Alpha

Since Inception as of 31 Dec. 2019	Price Return ⁽³⁾	Implied Beta Return ⁽⁴⁾	Alpha ⁽⁵⁾
PLCY	21.05%	11.36%	9.69%
Morningstar US Mid Core Index	13.41%	13.41%	-

Source: EventShares / Morningstar / FactSet.

Learn More: [Investment Presentation](#)

[Quarterly Video Update](#)

Footnotes

The EventShares US Policy Alpha ETF name changed to the **EventShares U.S. Legislative Opportunities ETF** effective October 15, 2019. The fund's ticker (PLCY), investment objective, and strategies remain the same. ¹ The advisor has contractually agreed, through at least December 31, 2020, to waive or reduce its fees and to assume other expenses of the Fund, as necessary, in an amount that limits the total annual fund operating expenses to not more than 0.75% of the average daily net assets of the fund. The fund may terminate the **Expense Limitation Agreement** at any time. ² Average of S&P 500 Index, S&P 400 Midcap Index, Russell 3000 Index overlap. ³ The **Price Return** does not include the reinvestment of dividends. ⁴ **Implied Beta Return** (11.36%) = Benchmark Price Return (13.41%) x Beta (0.85) ⁵ **Alpha** (+9.69%) = PLCY Price Return (21.05%) - Implied Beta Return (11.36%)

Risks and Disclosures

Investors should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. For a prospectus with this and other information about the Fund, please call (877) 539-1510 or visit our website at www.EventSharesFunds.com. Read the prospectus carefully before investing.

Funds distributed by Foreside Fund Services, LLC. Active Weighting Advisors, LLC serves as the investment advisor to the Exchange-Traded Funds (ETFs.) Foreside Fund Services, LLC is not affiliated with Active Weighting Advisors, LLC. Active Weighting Funds are the ETFs under the brand name EventShares.

There is no guarantee that the Fund will achieve its investment objective. An investment in the Fund is subject to risk, including the possible loss of principal amount invested. The prices of equity securities rise and fall daily. These price movements may result from factors affecting individual issuers, industries or the stock market as a whole. Shares of the Fund may trade above or below their net asset value ("NAV"). The trading price of the Fund's shares may deviate significantly from their NAV during periods of market volatility. There can be no assurance that an active trading market for the Fund's shares will develop or be maintained. In addition, equity markets tend to move in cycles which may cause stock prices to fall over short or extended periods of time.

Investors in the Fund should be willing to accept a high degree of volatility in the price of the Fund's shares and the possibility of significant losses. Losing all or a portion of your investment is a risk of investing in the fund. Failure of the government to take positive action on policy and regulation themes, as well as other factors besides government action, may result in losses. Unanticipated political or social developments may result in sudden and significant investment losses. Political and social developments that are anticipated but at odds with a Fund's theme may result in sudden and significant investment losses. Investing in securities of small and medium capitalization companies may involve greater volatility than investing in larger and more established companies because small and medium capitalization companies can be subject to more abrupt or erratic share price changes than larger, more established companies. The use of hedging and derivatives could produce disproportionate gains or losses and may increase costs. Shares are bought and sold at market price (closing price) not net asset value (NAV) and are not individually redeemed from the Fund and owners of shares may acquire or redeem shares in Creation Units only. Market price returns are based on the midpoint of the bid/ask spread at 4:00 pm Eastern Time (when NAV is normally determined) and do not represent the return you would receive if you traded at other times.

Shares of the ETFs may be bought and sold throughout the day on the exchange through any brokerage account. Buying and selling shares of ETFs will result in brokerage commissions. Diversification does not guarantee a profit or protect against loss in market declines. The information herein was obtained from various sources, which we believe to be reliable, but we do not guarantee its accuracy or completeness.

Definitions: Policy Theme—Policy and regulation themes include, but are not limited to budgets, legislative bills, executive actions, or government agency regulations. **Beta**—Measures the volatility of the Fund price relative to the volatility in the benchmark. Defined as the percent change in the price of the Fund given a 1% change in the benchmark. A beta below one suggests that the fund was less volatile than the benchmark. Beta is calculated using daily data. **Alpha**—Alpha is a measure of the excess (active) return of an investment relative to the return of the benchmark (Morningstar US Mid Core Index). An alpha of 1% means the fund's return was 1% better than the benchmark. **Up / Down Capture Ratio**—Upside capture ratios for funds are calculated by taking the fund's monthly return during months when the benchmark (Morningstar US Mid Core Index) had a positive return and dividing it by the benchmark return during that same month. Downside capture ratios are calculated by taking the fund's monthly return during the periods of negative benchmark performance and dividing it by the benchmark return. **Morningstar US Mid Core Index (Benchmark)**—The Morningstar Mid Core Index measures the performance of mid-cap stocks where neither growth nor value characteristics predominate. Based on 10 years of data (as of 10/24/2018), Morningstar found the following correlations to similar mid cap indices: S&P 400 Index (98%), MSCI US Mid Cap 450 (99%) and the Russell Mid Cap (99%). Indexes are unmanaged and do not reflect fees and or expenses. An investor can not invest directly in an index. **Correlation**—Statistic explaining how related two indices are. **Standard Deviation**—measure that is used to quantify the amount of variation or dispersion of a set of data values.