

## REX Gold Hedged FTSE Emerging Markets ETF

Ticker: **GHE**

### FUND FACTS

Ticker	GHE
Inception Date	April 4, 2016
Net Expense Ratio <sup>1</sup>	0.65%
Gross Expense Ratio	0.79%
Benchmark	FTSE Emerging Gold Overlay Index
Net Asset Value	\$24.20
Dividend Paid	Annual
iNav Ticker	GHE.IV
CUSIP	301505855

### KEY STATS As of December 30, 2016

Total Return (NAV)	-0.98%
Standard Deviation*	23.73%
Correlation to S&P 500*	0.44
Sharpe Ratio*	-0.19
Beta vs S&P 500*	0.97

The market price return for GHE is -1.18% since inception. Past performance does not guarantee future results. Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted. Short term performance is not a good indication of the fund's future performance, and an investment should not be made based solely on returns. Shares are bought and sold at market prices and not individually redeemed from the fund. Brokerage commissions will reduce returns. NAV is calculated using prices as of 4:00 PM Eastern Time. The market price is the Mid-Point between the Bid and the Ask price as of the close of the exchange. Market price returns do not represent the returns an investor would receive if shares were traded at other times.

### INDEX DETAILS

Index Provider	FTSE Russell
Index Name	FTSE Emerging Gold Overlay Index
Index Ticker	FTEMGDN
Price to Earnings Ratio*	14.55
Price to Book Ratio*	1.55
Index Dividend Yield*	2.70

### What is GHE?

The REX Gold Hedged FTSE Emerging Markets ETF (GHE) couples the returns of emerging market equity securities and gold futures contracts. The Fund's benchmark index, the FTSE Emerging Gold Overlay Index, measures the total return performance of the FTSE Emerging Index plus a long position in gold futures contracts, the notional value of which is comparable to the value of the exposure to the FTSE Emerging Index.

### Why GHE?

- Access gold without reducing allocation to emerging markets equities
- Hedge potential emerging market financial tail events with gold exposure
- Diversify your portfolio for unpredictable markets
- Potentially outperform an emerging markets equity portfolio if the value of gold increases

### Performance of GHE, FTSE Emerging Index and Gold

Source: Bloomberg, as of December 30, 2016



Data reflects the performance since 4/4/16, the inception date of GHE. The returns of GHE may differ from the returns of the Benchmark. Past performance is no guarantee of future results. It is not possible to invest in an index and unmanaged index returns do not reflect any fees, expenses or sales charges. The net asset value of GHE may differ from the price at which shares of GHE are purchased or sold on the exchange.

### About Gold Hedged Investing

Similar to currency hedged equity investing, Gold Hedged equity investing “overlays” a core investment, such as U.S. equities, with long gold futures instead of currency forwards. This provides a portfolio with notional exposure to an amount of gold with a value approximately equal to 100% of the value of the underlying stock portfolio. This type of investing can provide relatively efficient access to gold with the ability to stay 100% long equities simultaneously.

<sup>1</sup> The Adviser has contractually agreed to waive its management fee in an amount equal to any acquired fund fees and expenses until at least July 31, 2017. The Fund expects that acquired fund fees and expenses will equal approximately 0.14%.

Data as of December 30, 2016

## GHE - REX Gold Hedged FTSE Emerging Markets Exposure

The exposure you get when you invest in GHE (the REX Gold Hedged FTSE Emerging Markets ETF) can be approximately illustrated as follows:



*For illustrative purposes only. GHE provides exposure to the FTSE Emerging Index using ETFs, stocks and futures contracts and provides exposure to gold using futures contracts. Actual exposure to gold and the FTSE Emerging Index may vary between rebalances.*

## About REX

REX Shares creates and delivers intelligently engineered exchange-traded products (“ETPs”) that solve specific access and efficiency problems. REX Shares was founded in 2014 with a focus on delivering new alternative ETPs. REX Shares sponsors ETPs based on strategies that include Gold Hedged Equities, VIX, and MLPs. Learn more about the latest news and strategies for Gold Hedged investing at [rexetf.com](http://rexetf.com).

## \*Definitions

**Notional Exposure** - the value that results from multiplying the number of futures contracts to which the fund has exposure by the face or “nominal” value at which the futures contract trades.

A futures contract is an agreement traded on an organized exchange to buy or sell assets at a specified price at a certain future date.

A forward contract is a non-standardized contract between two parties to buy and sell specified assets at a specified price at a certain future date.

A long position in a futures contract means the holder of the position is obliged to buy the underlying instrument at the contract price at expiry. The holder of the position will profit if the price of the underlying instrument goes up. Standard Deviation - Standard Deviation is a measure of an asset’s historical annualized volatility.

Correlation to S&P 500 - Correlation measures degree to which two assets move in relation to each other

Sharpe Ratio - Sharpe Ratio is the average return earned in excess of the risk-free rate divided by the volatility of an asset. The Sharpe Ratio has been calculated using 3-month T-bill rates as a measure of the risk-free rate.

Beta vs S &P 500 - Beta measures the tendency of an asset’s price to move in relation to the movement of a market benchmark. Beta is equal to asset’s correlation to such market benchmark, adjusted by the asset’s volatility relative to the volatility of the market benchmark.

The price-earnings ratio (P/E Ratio) is the ratio for valuing a company that measures its current share price relative to its per-share earnings.

The price-to-book ratio (P/B Ratio) is a ratio used to compare a stock’s market value to its book value, the value at which an asset is carried on its balance sheet.

Index Dividend Yield measures the average dividend paid by underlying equity securities of the index divided by the price of such underlying equity securities.

## DISCLOSURE

**Carefully consider the Funds’ investment objectives, risk factors, charges and expenses before investing. TThis and additional information can be found in the Funds’ summary and full prospectuses, which may be obtained by calling 1-844-REX-1414. Read the prospectus carefully before investing.**

Investing involves risk, including the possible loss of principal.

The price of gold is volatile and may be affected by a variety of factors, including the global gold supply and demand and investors’ expectations with respect to the rate of inflation. Developments affecting the value of gold may have a significant impact on the Fund. There is no assurance that gold will maintain its long-term value.

Fixed-income assets will decline in value because of rising interest rates.

The use of derivatives presents risks different from, and possibly greater than, the risks associated with investing directly in traditional securities. Changes in the value of a derivative may not correlate perfectly with the underlying security, asset, rate or index. Gains or losses in a derivative may be magnified and may be much greater than the derivative’s original cost. The derivatives may not always be liquid. This could have a negative effect on the Funds’ ability to achieve its investment objective and may result in losses.

In addition to the normal risks associated with investing, international investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from economic or political instability in other nations. In emerging markets, these risks are heightened, and lower trading volumes may occur. Investments in smaller companies typically exhibit higher volatility.

The Funds will invest in exchange-traded notes and exchange-traded funds, and will be subject to the risks associated with such vehicles. The Funds’ performance will be directly related to the performance of those investments.

The Funds are non-diversified.

Exchange Traded Concepts, LLC serves as the investment advisor and Vident Financial serves as sub advisor to the fund. The Funds are distributed by SEI Investments Distribution Co., which is not affiliated with Exchange Traded Concepts, LLC or any of its affiliates.

The REX Gold Hedged FTSE Emerging Markets ETF is not in any way sponsored, endorsed, sold or promoted by the London Stock Exchange Group companies, which include FTSE International Limited (“FTSE”), Frank Russell Company (“Russell”), MTS Next Limited (“MTS”) and FTSE TMX Global Debt Capital Markets Inc. (“FTSE TMX”) (together “LSEG”). LSEG makes no claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the FTSE Emerging Gold Overlay Index (the “FTSE Benchmark”) (upon which the Fund is based), (ii) the figure at which the FTSE Benchmark is said to stand at any particular time on any particular day or otherwise, or (iii) the suitability of the Index for the purpose to which it is being put in connection with the Fund. LSEG has not provided nor will provide any financial or investment advice or recommendation in relation to the FTSE Benchmark to the adviser or to its clients. The FTSE Benchmark is calculated by FTSE or its agent. LSEG shall not be (a) liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein.

All rights in the FTSE Benchmark vest in FTSE. “FTSE”, “Russell”, “MTS”, “FTSE TMX” and “FTSE Russell” and other service marks and trademarks related to the FTSE or Russell indexes are trade marks of the London Stock Exchange Group companies and are used by FTSE, MTS, FTSE TMX and Russell under license.

REX Shares, LLC • [www.rexetf.com](http://www.rexetf.com) • [info@rexetf.com](mailto:info@rexetf.com) • 203-557-6201 (Financial Professionals) • 844-REX-1414 (Individual Investors)