

AltShares Event-Driven ETF (EVNT)

Fact Sheet as of September 30, 2021



Objective

The fund is a non-diversified, actively managed ETF that pursues an event-driven strategy, which seeks to profit by investing long and/or short in the equity and debt securities of companies whose prices the adviser believes are or will be impacted by a publicly announced or anticipated corporate event. The fund's objective is to achieve capital appreciation over a full market cycle with lower volatility than the broad equity market.

Why EVNT?

- Advised by Water Island Capital, an independent, event-driven specialist with more than 20 years of experience managing event-driven strategies with daily liquidity
- The universe of corporate events is broad and can present opportunities throughout both business and market cycles
- Defined, repeatable investment process that has been honed over more than two decades allows for flexible approach to portfolio construction
- Strong culture of risk management focuses on mitigating potential downside
- ETF structure may provide potential benefits such as tax efficiency, intraday liquidity, and daily holdings transparency

Fund Facts

Inception Date	December 31, 2014
Investment Strategy	Event-Driven
Fund AUM	\$3.5 million
Fund Structure	Actively Managed ETF
Ticker	EVNT
Intraday Ticker	EVNTIV
Primary Exchange	NYSE ARCA
CUSIP	02210T207
Total Annual Fund Operating Expense	1.30%

Portfolio Managers

John Orrico, CFA	39 Years Experience
Eric Becker	15 Years Experience

Trailing Returns (%)	1 Mo	3 Mo	YTD	1 Yr	3 Yr	5 Yr	ITD
EVNT at NAV	0.58	-2.34	-0.28	23.52	14.09	9.17	6.12
EVNT at Market Price	0.87	-2.06	0.00	23.87	14.20	9.23	6.17

Performance quoted represents past performance and does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. For performance current to the most recent month end, visit <http://altsharesetfs.com> or call (855) 955-1607.

Returns greater than one year are annualized. Net asset value (NAV) represents the value of each share's portion of the fund's underlying net assets (including cash) at the end of the trading day. Market price represents the mid-point between the highest bid and the lowest offer on the listing exchange, as of the time that the fund's NAV is calculated (usually 4:00 pm Eastern time).

Effective as of the close of business on September 17, 2021, the fund acquired the assets and assumed the performance, financial, and other historical information of the Water Island Long/Short Fund, an open-end mutual fund (incepted December 31, 2014) that was a series of The Arbitrage Funds, a registered investment company advised by Water Island Capital. The fund's investment objectives, strategies and policies are substantially similar to those of the predecessor mutual fund and it was managed by the same portfolio managers. Performance information for periods prior to September 20, 2021, is the historical performance of the predecessor mutual fund and reflects the higher operating expenses of the predecessor mutual fund. The fund has lower expenses than the predecessor mutual fund. For periods prior to September 20, 2021, the fund's performance would have been higher than shown had it operated with the fund's current expense levels. Inception of the predecessor mutual fund is used for ITD (inception-to-date) returns and inception date of the fund. Performance for periods prior to May 12, 2019, does not reflect the fund's current investment strategy. The predecessor mutual fund's past performance is not indicative of future results. The performance of the predecessor mutual fund reflects fee waivers that were in effect. If fee waivers had not been in place, the performance depicted for the predecessor mutual fund would have been reduced. High, double-digit returns were primarily achieved during favorable market conditions. Such returns are atypical and may not be repeatable.

Risk Metrics

Standard Deviation (%)	11.8
Correlation to S&P 500	0.4
Correlation to Bloomberg Agg	-0.1
Beta to S&P 500	0.3
Beta to Bloomberg Agg	-0.2

Portfolio Characteristics

Long Exposure (%)	89.2
Short Exposure (%)	-42.6
Gross Exposure (%)	131.8
Net Exposure (%)	46.7
Number of Holdings (# Events)	50
Wtd. Avg. Market Capitalization ²	\$12.8 billion
Median Market Capitalization ²	\$3.0 billion
Maximum Market Capitalization ²	\$46.5 billion
Minimum Market Capitalization ²	\$95 million

Region Exp.

■ % Long ■ % Short

United States	80.3	-41.0	
Canada	3.8	-1.6	
United Kingdom	0.0	0.0	
Continental Europe	3.6	0.0	
Other	1.5	0.0	

Market Cap Exp.²

■ % Long ■ % Short

Small (<\$2 billion)	18.0	0.0	
Mid (\$2-10 billion)	22.5	-3.9	
Large (>\$10 billion)	43.1	-38.5	

Credit Quality Exp.³

■ % Long ■ % Short

Investment Grade	0.0	0.0	
High Yield	0.0	0.0	
Not Rated	5.5	0.0	

Top Ten Holdings

%

Xilinx Inc	7.3
Kansas City Southern	6.9
IHS Markit Ltd	5.8
Willis Towers Watson PLC	5.6
PPD Inc	4.0
Five9 Inc	4.0
Nuance Communications Inc	3.8
Coherent Inc	3.1
Cineplex Inc	2.6
Kaleyra Inc 6.125% 6/1/2026	2.6

Catalyst Strength Exp.

% Gross

■ Hard Catalyst	107.7	
■ Soft Catalyst	24.1	

Sub-Strategy Exp.

% Gross

■ Merger Arbitrage	99.2	
■ Special Situations	32.6	

Sector Exp.

■ % Long ■ % Short

Communication Services	4.2	0.0	
Consumer Discretionary	1.8	0.0	
Consumer Staples	2.3	0.0	
Energy	0.0	0.0	
Financials	11.6	-13.4	
Health Care	13.3	0.0	
Industrials	21.6	-1.8	
Information Technology	26.7	-12.4	
Materials	3.8	0.0	
Real Estate	4.2	-1.7	
Utilities	0.0	0.0	
Broad Index	0.0	-13.3	
Government	0.0	0.0	

As of September 30, 2021. Source: Morningstar, Water Island Capital. All holdings and exposures are subject to change. Top ten holdings reflects ten largest positions by long exposure to alpha security. ²Reflects equity positions only. ³Reflects credit positions only. All long, short, gross, and net exposures reflect the full market value of equity and credit securities, the full notional value of swaps, and delta-adjusted options as a percent of net assets. Risk metrics are trailing three-year values.

Monthly Return (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	0.60	0.99	-0.98	1.69	-1.08	-1.98	-0.50	-2.84	-2.82	1.50	-1.90	-0.24	-7.42
2016	-0.76	-0.22	0.55	1.75	0.22	-0.43	1.51	1.59	-0.21	-1.15	-0.53	2.24	4.58
2017	0.52	0.62	1.65	0.51	0.81	0.00	-0.30	0.20	0.30	0.30	-0.10	1.20	5.84
2018	0.20	-0.79	-1.29	0.40	1.30	0.69	-1.47	-0.10	-0.80	-2.51	1.03	-1.40	-4.70
2019	4.01	0.30	0.51	1.61	-2.08	0.61	0.50	-1.20	-0.10	-0.20	2.24	0.64	6.92
2020	1.11	-1.29	-0.50	4.46	1.46	3.92	0.46	3.48	1.86	-0.87	6.93	16.86	43.45
2021	2.73	0.61	-0.23	-0.08	0.38	-1.28	-3.59	0.71	0.58				-0.28

GLOSSARY: **Long** refers to a position in a security that was purchased. **Short** refers to a position in a security that was sold without being owned. **Gross** exposure equals long exposure plus the absolute value of short exposure. **Net** exposure equals long exposure minus the absolute value of short exposure. **Standard deviation** measures the degree of variation of periodic returns around the average return, commonly used as a measure of volatility or risk. **Beta** is a measure of sensitivity that indicates the tendency of a portfolio to respond to swings in an index in both direction and magnitude. **Correlation** is measure of the strength of the relationship between a portfolio and an index, indicating the direction of moves in the portfolio relative to the direction of moves in the index, ranging from -1 (perfectly inverse) to +1 (perfectly positive). **Effective duration** is an approximate measure of a bond's price sensitivity to changes in interest rates, with each year of duration roughly equating to a 1% change in price inverse to a 1% change in yield, considering the potential for a bond to be called prior to maturity. **Duration to event** refers to the duration of the portfolio based on expected timing to completion of each announced or anticipated corporate event. **Investment grade** refers to bonds that have a relatively low risk of default. **High yield** refers to bonds with a credit rating lower than investment grade. **Hard catalysts** are situations with more defined potential outcomes, higher probabilities of reaching a successful conclusion, and typically lower levels of volatility. **Soft catalysts** are situations with less defined potential outcomes, relatively lower probabilities of reaching a successful conclusion, and typically higher levels of volatility – though also commensurate greater levels of potential return.

Investors should carefully consider the fund's investment objectives, risks, and expenses before investing. To obtain a prospectus containing this and other important information, visit <http://altsharesetfs.com> or call (855) 955-1607. Read the prospectus carefully before investing.

RISKS: Investments are subject to risk, including possible loss of principal. There can be no assurance the fund will achieve its objectives. The fund uses investment techniques and strategies with risks that are different from the risks ordinarily associated with equity investments. Such risks include event-driven risk; merger arbitrage risk (in that the proposed reorganizations in which the fund invests may be renegotiated or terminated, in which case the fund may realize losses); special situations risk; ETF risks (which include premium-discount risk, secondary market trading risk, cash transactions risk, international closed market trading risk, flash crash risk, and authorized participants concentration risk); short sale risk (in that the fund will suffer a loss if it sells a security short and the value of the security rises rather than falls); market risk; sector risk; options risk; large shareholder transaction risk; hedging transaction risk; high portfolio turnover risk (which may increase the fund's brokerage costs, which would reduce performance); concentration risk; credit risk; counterparty risk; swap risk; non-diversification risk; derivatives risk; LIBOR rate risk; temporary investment/cash management risk; small and medium capitalization securities risk; leverage risk; liquidity risk; interest rate risk; foreign securities risk (in that the securities of foreign issuers may be less liquid and more volatile than securities of comparable US issuers, and may be subject to political uncertainty and currency fluctuations); active management risk; currency risk; and new fund risk. Risks may increase volatility and may increase costs and lower performance.

S&P 500 Index is an index of the publicly listed stocks of the largest US companies, commonly used as a representation of the performance of the broad domestic stock market. Bloomberg US Aggregate Bond Index ("Agg") is an index designed to represent the performance of the broad market of US investment grade, fixed-rate corporate and government bonds. Indexes are unmanaged and one cannot invest directly in an index. Indexes are shown for informational purposes only.

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