

Impact Shares NAACP Minority Empowerment ETF



Fund Objective

NACP tracks the Morningstar Minority Empowerment Index, which is designed to provide exposure to US companies with strong racial and ethnic diversity policies in place, empowering employees irrespective of their race or nationality.

- Broad equity market exposure; racial justice and equality.** NACP is designed to provide broad equity market exposure to U.S. Large and Mid-Cap companies that fit the NAACP’s vision of good corporate citizens. With NACP, investors may achieve market returns while investing in a way that is consistent with their values.
- A Nonprofit ETF.** Impact Shares is a 501(c)(3) nonprofit organization, and as such the net advisory proceeds are not passed on to a traditional asset management firm in the form of profits. Instead, Impact Shares gifts the net advisory proceeds back to the NAACP to engage with the private sector to: encourage more racial diversity on boards, eliminate discriminatory hiring pay and promotion practices, increase the use of minority owned suppliers, break down the digital divide, strengthen community development programs and improve workplace health and safety standards.
- Support the NAACP.** Founded in 1909, the historic power of the NAACP in advancing human rights has been transformative, impacting an expansive range of issues within American society from the eradication of lynch mobs, to ensuring equal education (*Brown v. Board of Education*), and ushering in the Civil Rights movement. In the 21st century, the NAACP sees corporate American as the “third act” for the equity movement, with racial and ethnic equity, empowerment, and inclusion the next frontier for the private sector.
- Rigorous, transparent, measurable standards.** The fund’s index indicators are in alignment with the NAACP’s vision of equality before the law and fair play everywhere. They build on research from Sustainalytics and informed by the NAACP’s Racial Equity Industry Report Cards. Screening criteria includes:
 - › Board Diversity
 - › Discrimination Policies
 - › Scope of Social Supplier Racial and Ethnic Diversity Programs
 - › Digital Divide Programs
 - › Freedom of Association Policies
 - › Diversity Programs
 - › Supply Chain Monitoring for Racial and Ethnic Diversity
 - › Community Development Programs in Minority Communities
 - › Minority-Inclusive Health and Safety Management Systems
 - › Conflict Minerals Programs

Impact Shares

Impact Shares is an ETF issuer and Investment Manager, creating a new and innovative platform for clients seeking maximum social impact with market returns. Impact Shares’ goal is to build a capital markets bridge between leading nonprofits, investors and corporate America to direct capital and social engagement on societal priorities. Impact Shares is committed to changing the world of impact investing, one socially conscious ETF at a time. With all net profits* going directly back to these non-profit partners, together we’re making money go farther and do more—creating an impact reflected in portfolios and felt in the world around us. For more information about Impact Shares, visit impactetfs.com.

**Net profit is the excess, if any, of Impact Shares’ Fund fees after the deduction of operating expense and a reserve for working capital.*

NACP

Fund Details

Inception Date	7/18/2018
No. of Holdings	202
Expense Ratio	0.76%
Distribution Frequency	Income: Quarterly Capital Gains: Annually

Trading Details

Ticker	NACP
CUSIP	45259A209
Exchange	NYSE Arca
Index Ticker	MSEGMEPU

As of September 28, 2018

Top 10 Holdings*

Company	Ticker	Weight
Amazon.com, Inc.	AMZN	5.58%
Microsoft Corporation	MSFT	5.22%
Alphabet Inc. Class A & C	GOOG	4.73%
JPMorgan Chase & Co.	JPM	2.89%
Johnson & Johnson	JNJ	2.73%
Bank of America Corp	BAC	2.10%
Cisco Systems, Inc.	CSCO	1.99%
Visa Inc. Class A	V	1.96%
Pfizer Inc.	PFE	1.92%
AT&T Inc.	T	1.89%
Percentage of Portfolio for Top Ten		31.02%

Holdings are subject to change. * Holdings exclude cash and cash equivalents. Weighting percentages of the holdings displayed here reflect this exclusion. For full current holdings please visit www.impactetfs.org.

Top Five Portfolio Companies In Each Industry Sector (by Portfolio Weighting)

Sector	Company Name	Ticker	Portfolio Weight
Information Technology 23.10%	Microsoft Corporation	MSFT	5.00%
	Cisco Systems, Inc.	CSCO	1.91%
	Visa Inc. Class A	V	1.88%
	Intel Corporation	INTC	1.70%
	Mastercard Incorporated Class A	MA	1.43%
Health Care 13.17%	Johnson & Johnson	JNJ	2.62%
	Pfizer Inc.	PFE	1.84%
	Merck & Co., Inc.	MRK	1.35%
	AbbVie, Inc.	ABBV	1.01%
	Abbott Laboratories	ABT	0.91%
Financials 11.79%	JPMorgan Chase & Co.	JPM	2.77%
	Bank of America Corp	BAC	2.02%
	Wells Fargo & Company	WFC	1.69%
	Citigroup Inc.	C	1.34%
	U.S. Bancorp	USB	0.59%
Communication Services 10.31%	Alphabet Inc. Class A & C	GOOGL	4.53%
	AT&T Inc.	T	1.81%
	Verizon Communications Inc.	VZ	1.59%
	Walt Disney Company	DIS	1.25%
	Comcast Corporation Class A	CMCSA	1.13%
Consumer Discretionary 9.97%	Amazon.com, Inc.	AMZN	5.35%
	McDonald's Corporation	MCD	0.99%
	Starbucks Corporation	SBUX	0.56%
	Target Corporation	TGT	0.33%
	General Motors Company	GM	0.32%
Industrials 9.86%	Boeing Company	BA	1.44%
	3M Company	MMM	0.89%
	Honeywell International Inc.	HON	0.89%
	United Technologies Corporation	UTX	0.73%
	General Electric Company	GE	0.70%

Sector	Company Name	Ticker	Portfolio Weight
Consumer Staples 7.16%	Procter & Gamble Company	PG	1.52%
	Coca-Cola Company	KO	1.28%
	PepsiCo, Inc.	PEP	1.12%
	Philip Morris International Inc.	PM	0.91%
	Colgate-Palmolive Company	CL	0.42%
Energy 4.29%	Chevron Corporation	CVX	1.76%
	ConocoPhillips	COP	0.64%
	Schlumberger NV	SLB	0.61%
	Occidental Petroleum Corp.	OXY	0.46%
	Devon Energy Corporation	DVN	0.15%
Utilities 2.83%	NextEra Energy, Inc.	NEE	0.57%
	Duke Energy Corporation	DUK	0.41%
	Exelon Corporation	EXC	0.31%
	American Electric Power Co., Inc.	AEP	0.25%
Materials 2.00%	Praxair, Inc.	PX	0.33%
	Ecolab Inc.	ECL	0.29%
	Air Products and Chemicals, Inc.	APD	0.26%
	PPG Industries, Inc.	PPG	0.20%
Real Estate 1.34%	International Paper Company	IP	0.15%
	Prologis, Inc.	PLD	0.27%
	Equinix, Inc.	EQIX	0.24%
	AvalonBay Communities, Inc.	AVB	0.18%
Telecommunication Services 0.03%	Weyerhaeuser Company	WY	0.18%
	Welltower, Inc.	WELL	0.18%
	Sprint Corp.	S	0.03%

A complete list of the constituents of the fund's index is available on the fund's website: impactetfs.org

Disclosure

Carefully consider the Fund's investment objective, risk factors, and expenses before investing. This and additional information can be found in the Impact Shares statutory and summary prospectus, which may be obtained by calling 844-448-3383, or by visiting ImpactETFs.org. Read the prospectus carefully before investing.

Investing involves risk, including the possible loss of principal. Narrowly focused investments and investments in smaller companies typically exhibit higher volatility. Investments in commodities are subject to higher volatility than more traditional investments. The Fund may invest in derivatives, which are often more volatile than other investments and may magnify the Fund's gains or losses. The Fund is non-diversified.

Shares of any ETF are bought and sold at market price (not NAV) may trade at a discount or premium to NAV and are not traditionally redeemed from the Fund. Brokerage commissions will reduce returns.

Impact Shares NAACP Minority Empowerment ETF is distributed by SEI Investments Distribution Co. (SIDCO), which is not affiliated with Impact Shares Corp., the Investment Adviser for the Fund.