



WBI[®]

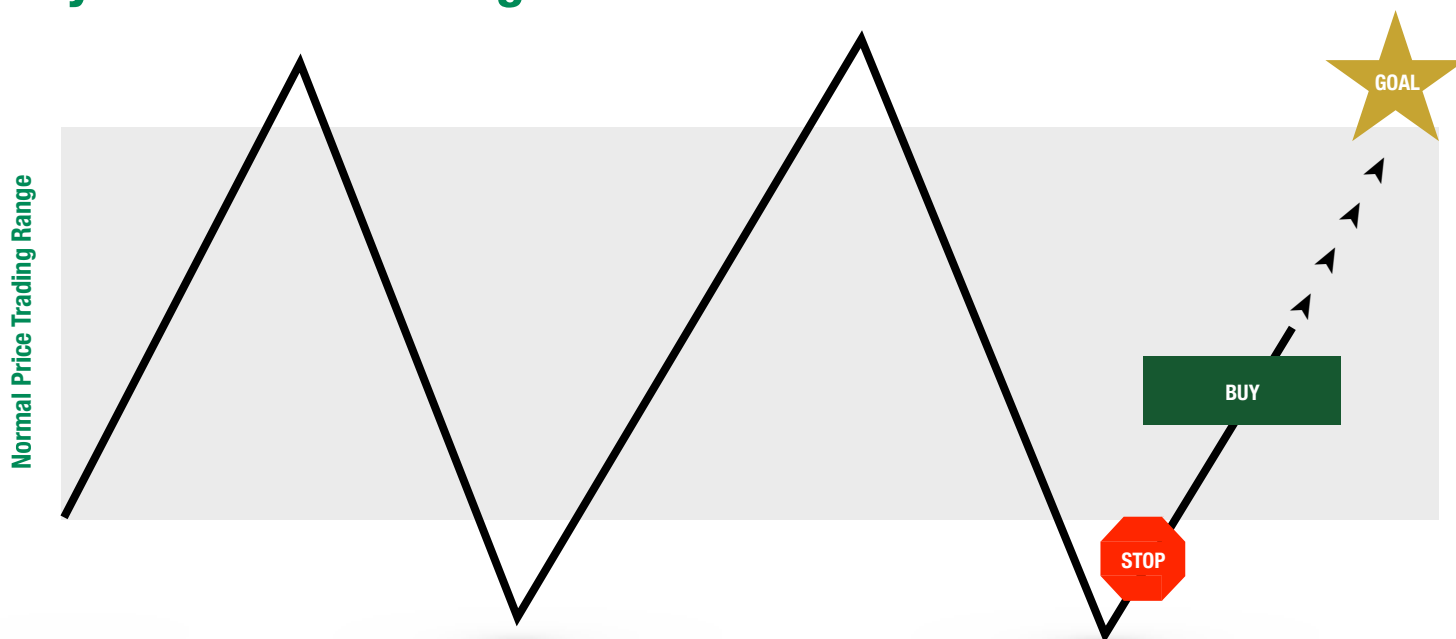
**INVESTMENT
MANAGEMENT
PROCESS**

ACTIVE SECURITY SELECTION

Fundamental Security Selection



Dynamic Risk Management



- Our process attempts to buy stocks in the lower part of the stock's normal price trading range.
- A trailing stop and goal are set for each position at the time of purchase.
- The stop will trail the security at a percentage beneath the buy price, dynamically adjusting as the stock reaches the goal to harvest the gain in the position.

The dynamic trailing stop occurs within the holdings of each affiliated WBI ETF for the strategies in the Enhanced SMA[®] program.

OUR MISSION

WBI is a leading provider of risk-managed investment solutions. Founded in 1984, WBI seeks to provide investors with wealth building investment strategies that target an optimal blend of bear market capital preservation and bull market return. Our strategies aim to produce attractive returns with low volatility and risk to capital. At WBI, protecting your capital is our first priority.

ACTIVE BOND MANAGEMENT

Bond Model

WBI's proprietary bond model is designed to actively manage core bond holdings to protect risk to capital. The model provides a weekly signal for "target duration" based on changes in corporate bond prices and Federal Reserve monetary policy. The target duration is used to actively reduce or increase interest rate exposure by adjusting the duration of bond allocations. Bond durations can include cash equivalents to long duration holdings. The dynamic trailing stop process, as described on the previous page, is also used as an additional safeguard to mitigate capital risk for bond allocations, should market prices adjust quickly.

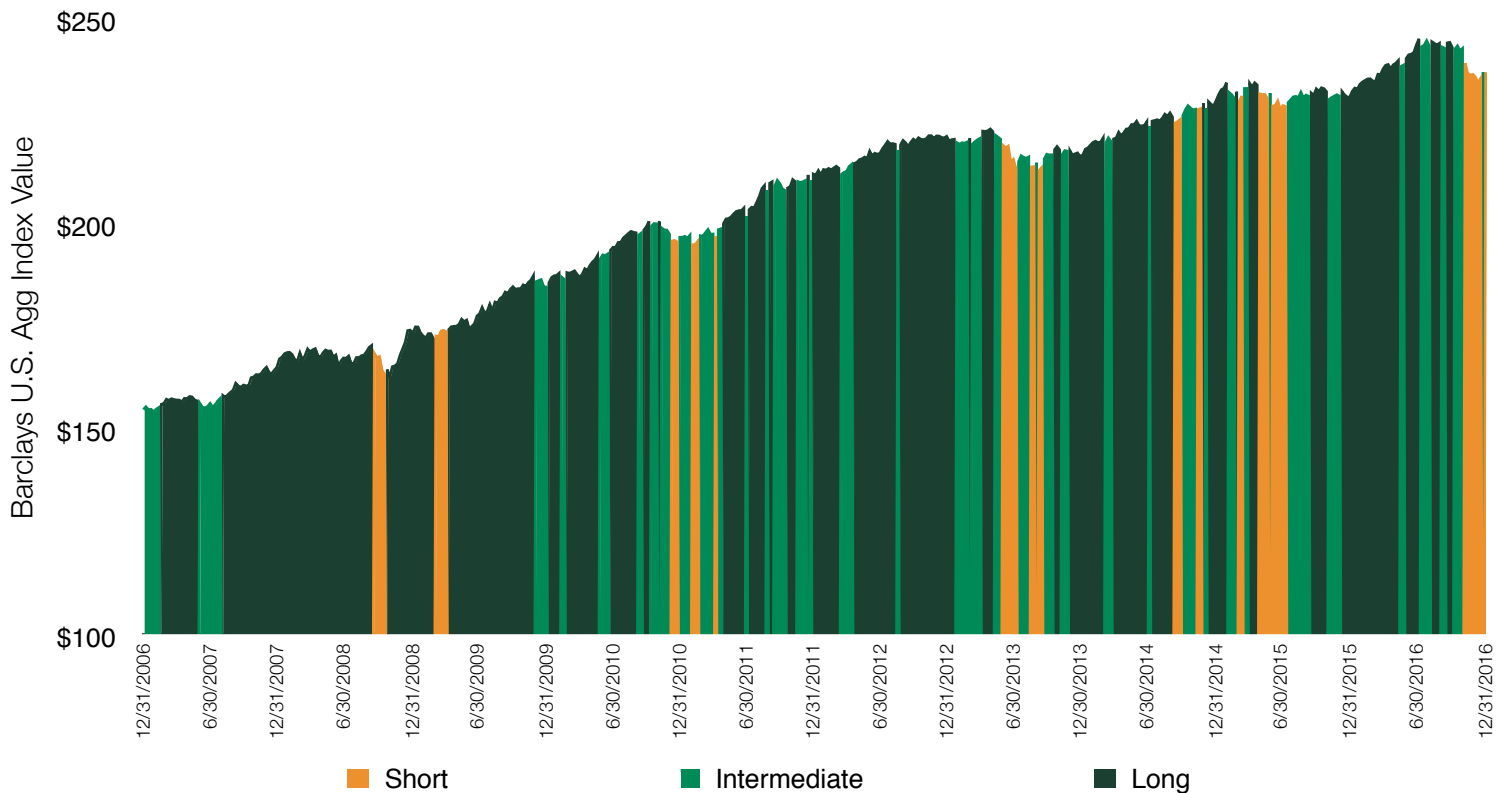
BOND MODEL
CRITERIA

Bond Price
Momentum

Interest Rate
Policy

ACTIVE BOND DURATION MANAGEMENT

WBI Bond Duration Adjustments vs. Barclays U.S. Agg Price



Source: WBI and Morningstar, 2017. Indices are not managed and may not be invested in directly.

IMPORTANT INFORMATION

Past performance does not guarantee future results.

This is not an offer to buy or sell any security. No security or strategy, including those referred to directly or indirectly in this document, is suitable for all accounts or profitable all of the time and there is always the possibility of loss. WBI Enhanced SMA[®] Program accounts are subject to investment risk, including the possible loss of principal amount invested. The ETFs used in WBI Enhanced SMA Program accounts may invest in other ETFs, mutual funds, and Exchange-Traded Notes (ETNs) which will subject the account to related additional expenses of each, and the risk of owning the underlying securities held by each. Investment risks may include but are not limited to: market, economic, political, interest rate, currency exchange, leverage, liquidity, credit quality, model, portfolio turnover, trading, REIT, high yield stocks, nondiversification, concentration, commodities, options, new fund, and client specific restrictions. Passive ETFs are not actively managed and the Sub-Advisor does not attempt to take defensive positions in declining markets. You should not assume that any discussion or information provided here serves as a substitute for personalized investment advice from WBI or from any other investment professional. If you have any questions regarding the applicability of specific issues discussed to your individual situation, please consult with WBI or your chosen professional advisor. This information is compiled from sources believed to be reliable, accuracy cannot be guaranteed. Information pertaining to WBI's advisory operations, services, and fees is set forth in WBI's Form ADV Brochure, a copy of which is available upon request.

WBI has an inherent conflict of interest in investing in or recommending Affiliated ETFs as follows: 1) WBI and its affiliates receive management fees from Affiliated ETFs. To avoid receiving two layers of management fees in those situations where clients invest in Affiliated ETFs through SMA and Platform accounts, WBI will either: (i) waive the management fee charged at the account level; or (ii) credit the portion of the management fees paid by the Affiliated ETFs to WBI and its affiliates with respect to an account's investments in Affiliated ETFs against the account-level advisory fees the account owes WBI, and 2) WBI's affiliated broker-dealer, Millington Securities, Inc., receives commissions and other compensation (including payment for order flow) for transactions effected on behalf of the Affiliated ETFs. Trades WBI places through Millington will be subject to WBI's duty of best execution and applicable law.

The WBI Dynamic Trailing Stop (DTS) is not a stop loss order or stop limit order placed with a brokerage firm, but an internal process for monitoring price movements. While the DTS may be used to initiate WBI's process for selling a security, it does not assure that a particular execution price will be received.

Barclays U.S. Aggregate Bond TR Index: a component of the U.S. Universal Index and covers the USD-denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities.

Duration: an approximate measure of the price sensitivity of a bond to changes in interest rates, expressed as a number of years. Long to ultra-short refers to the number of years until the bond matures, per the following average ranges: ultra-short bonds typically have a maturity of around 1 year, short bonds 1-3.5 years, intermediate bonds 3-10 years, and long bonds typically 10 years or more.

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