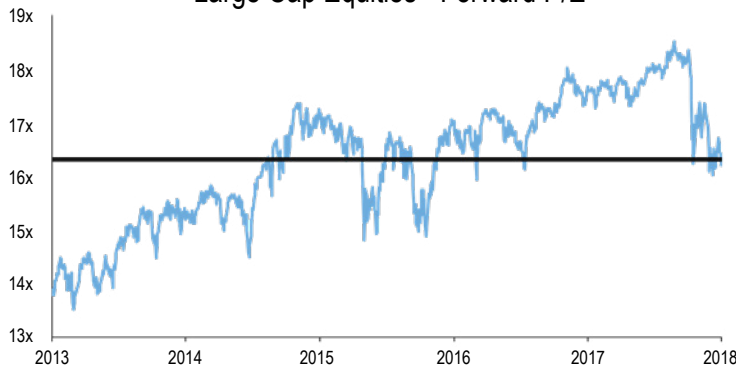


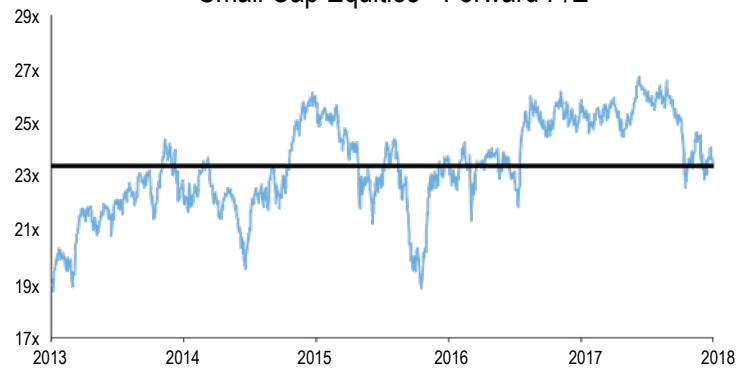
Keep Investing in U.S. Equities? Yes.

- Are U.S. equities attractively valued? ✓
- Are U.S. equities forecasted to provide attractive earnings growth? ✓
- Have the forecasts for U.S. earnings remained strong? ✓

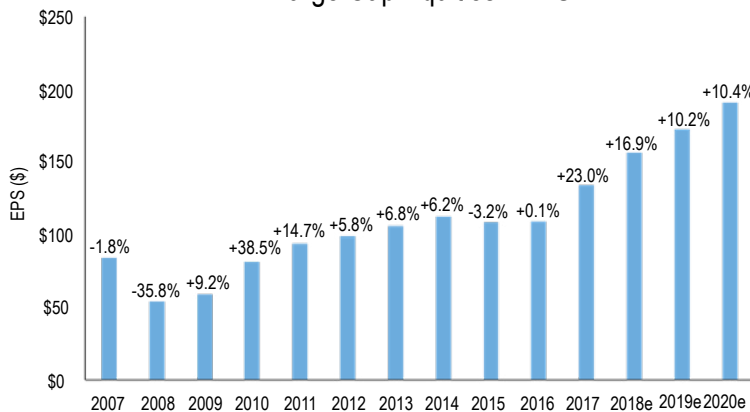
Large Cap Equities - Forward P/E



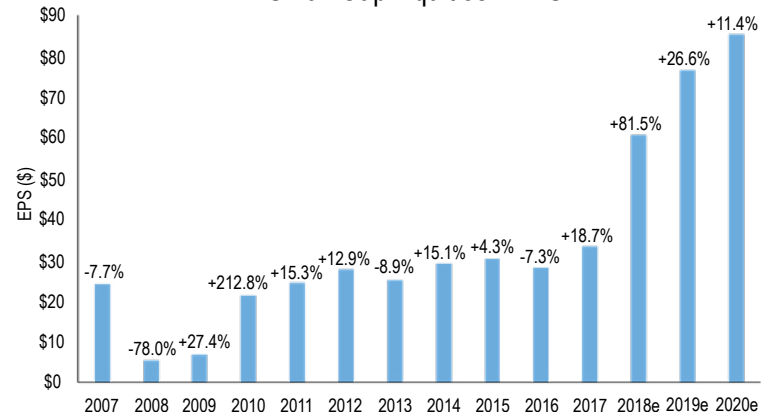
Small Cap Equities - Forward P/E



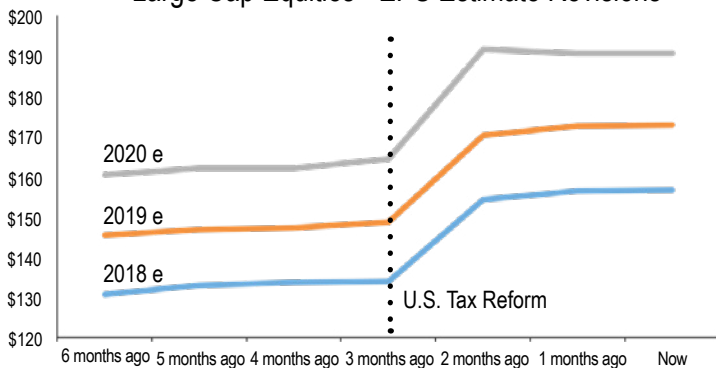
Large Cap Equities - EPS



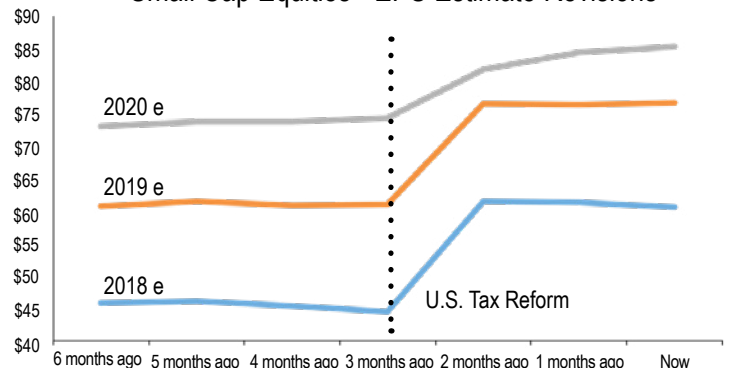
Small Cap Equities - EPS



Large Cap Equities - EPS Estimate Revisions



Small Cap Equities - EPS Estimate Revisions



Source: Bloomberg. Data as of 3/31/2018. Large Cap Equities: S&P 500 Index; Small Cap Equities: Russell 2000 Index. Forward P/E: Price divided by next four quarters earnings; EPS: Earnings per share. The above charts are shown for informational purposes only and do not represent the O'Shares Funds. Each of these asset classes has its own set of investment characteristics and risks that may differ from actual investments and investors should consider these risks carefully prior to making any investment decisions. It is impossible to predict future earnings and actual results may vary. Past performance does not guarantee future results.

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Global Heatmap: Diversify for Cheaper Valuations and Higher Yield?

- YTD, markets have experienced elevated volatility compared to 2017. U.S. small caps have performed best, returning 0.1%, followed by Asia at 0.4%.
- Given recent market volatility, valuations across global equity markets appear more attractive while earnings growth rates remain positive.
- Higher dividend yields and cheaper valuations may provide investors more reason to diversify globally.

	Fwd. P/E	Yield	1y Paid. Earnings Gr. Rate
U.S. Large Cap	19.4	2.5%	15.5%
U.S. Small Cap	23.5	1.3%	36.1%
MSCI World Ex. U.S.	13.8	3.3%	11.5%
Europe	13.2	3.6%	11.6%
Asia Pacific	13.0	2.6%	12.3%

Source: Bloomberg. Data from 12/31/1988 to 3/31/2018. * Returns are in USD. U.S. = S&P 500 Index. Asia Pacific: MSCI AC Asia Pacific Index. U.S. Small Cap: Russell 2000 Index. MSCI World Ex. U.S.: MSCI World Excluding United States Index. Europe: EURO STOXX 50 Index. Asia Pacific: Nikkei 225 Index. Past performance is not indicative of future results. One cannot invest directly in an index.

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Global Heatmap: Diversify for Cheaper Valuations and Higher Yield?

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The Power of Equity Income and Long Term Investing

- Investors may use equities to generate attractive income over the long term.
- During the past 40 years, the total return of the S&P 500 was over 9,000%, 11.9% annually.
- 68% of this total return can be attributed to compounding and reinvested dividends.

Source: Bloomberg. S&P Total Return Index. Data as of 3/31/2018. Past performance does not guarantee future results. Index returns are for illustrative purposes only and does not represent actual performance of the O'Shares ETFs.

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High Flying Tech Stocks Sell-Off, Time to Rotate into Quality?

- High flying tech stocks like Facebook and Google sold-off in March after very strong performance in 2017.
- The downturn may be a sign the popular 'tech trade' is ending and that caution on the technology sector (25% of the S&P 500) is warranted.
- By rotating into Quality companies with high profitability, strong cash flow and low leverage, investors can diversify away from volatile tech stocks and potentially improve portfolio positioning for 2018.

High Profile Tech Stock Performance - 2017 vs. March 2018

	2017	March 2018	Return Contribution to S&P 500 in March
Facebook	53.4%	-19.4%	-0.15%
Apple	48.5%	-5.8%	-0.23%
Amazon	56.0%	-4.3%	-0.12%
Alphabet	35.0%	-6.6%	-0.15%
Microsoft	45.7%	-2.7%	-0.05%
S&P 500 Index	21.8%	-2.5%	Total: -0.81%

Source: Bloomberg. Data from 2/28/2018 to 3/28/2018.

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Concentration in a particular industry or sector will subject the Funds to loss due to adverse occurrences that may affect that industry or sector. The funds may use derivatives which may involve risks different from, or greater than, those associated with more traditional investments. The funds' emphasis on dividend-paying stocks involves the risk that such stocks may fall out of favor with investors and underperform the market. Also, a company may reduce or eliminate its dividend after the Fund's purchase of such a company's securities. Returns on investments in foreign securities could be more volatile than, or trail the returns on, investments in U.S. securities. Exposures to foreign securities entail special risks, including political, diplomatic, economic, foreign market and trading risks. In addition, unless perfectly hedged, the Fund's investments in securities denominated in other currencies could decline due to changes in local currency relative to the value of the U.S. dollar, which may affect the Fund's returns. The funds' hedging strategies may not be successful, and even if they are successful, the funds' exposure to foreign currency fluctuations is not expected to be fully hedged at all times. The securities of small capitalization companies are often more volatile and less liquid than the stocks of larger companies and may be more affected than other types of securities during market downturns. Compared to larger companies, small capitalization companies may have a shorter history of operations, and may have limited product lines, markets or financial resources. See the prospectus for specific risks regarding the Fund.

Past performance does not guarantee future results. Shares are bought and sold at market price (not NAV), are not individually redeemable, and owners of the Shares may acquire those Shares from the Funds and tender those shares for redemption to the Funds in Creation Unit aggregations only, consisting of 50,000 Shares. Brokerage commissions will reduce returns.

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