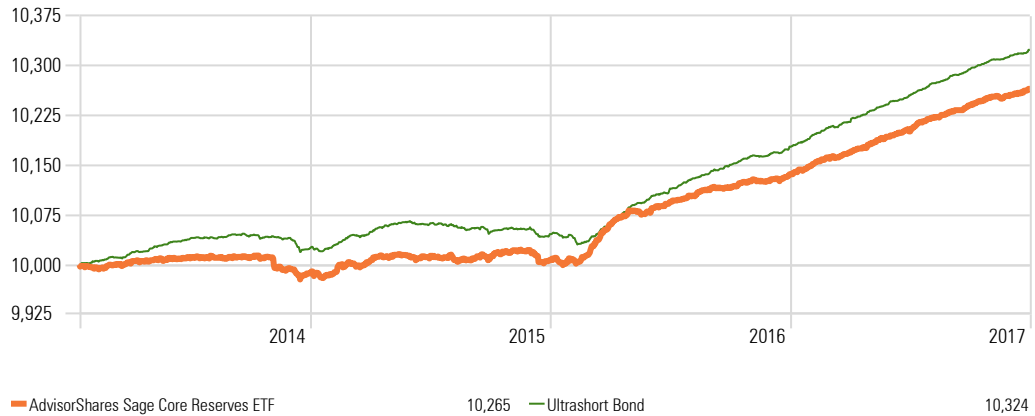


Investment Strategy

HOLD provides exposure to an institutional style ultra short duration bond strategy that will normally not exceed one year in targeted duration. HOLD will invest in a broad range of investment grade debt securities, including mortgage or asset-backed rated Baa or higher. The investment process is a top-down approach focused on actively managing portfolio duration risk, yield curve positioning, market segment allocation, and security selection. HOLD may serve as an alternative to cash or other short term cash equivalents with more risk.

Investment Growth

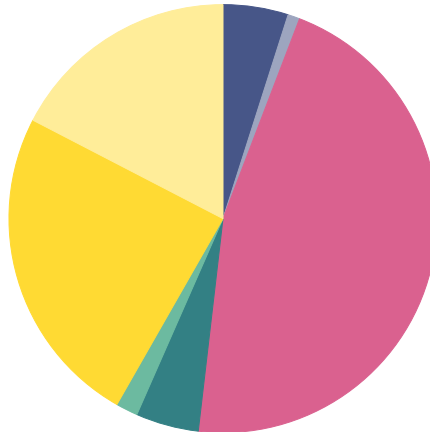
Time Period: 1/15/2014 to 12/31/2017



Snapshot

Ticker	HOLD
Morningstar Rating Overall	★★★
Morningstar Rating 3 Yr	★★★
Morningstar Risk Rating Overall	Average
Category	Ultrashort Bond
# in Category	141.00
Inception Date	1/14/2014
Management Fee	0.30
Assets Under Management	74,471,815

Fixed Income Sector Allocation



Sector	Percentage
Government	4.92
Government Related	0.90
Corporate Bond	46.02
Agency Mortgage-Backed	4.75
Commercial Mortgage-Backed	1.66
Asset-Backed	24.35
Cash & Equivalents	17.39
Total	100.00

Overall Morningstar rating is derived from a weighted average of the fund's 3, 5, and 10-year (if applicable) risk-adjusted returns as of the date of this report. Category consists of 141 funds in 3 year, 110 in 5 year, and 58 in 10 year.

30 Day Unsubsidized SEC Yield	1.31	Prospectus Net Expense Ratio	0.36	Average Eff Duration	0.56
30 Day Subsidized SEC Yield	1.57	Prospectus Gross Expense Ratio	0.51	Modified Duration	1.08

Trailing Returns Quarter-End (Annualized over 1 year)

As of Date: 12/31/2017

	6 Month	1 Year	2 Year	3 Year	Since Inception
AdvisorShares Sage Core Reserves ETF (NAV)	0.63	1.27	1.28	0.92	0.66
AdvisorShares Sage Core Reserves ETF (Market)	0.09	0.17	0.56	0.44	0.30
BBgBarc US Treasury Bill 1-3 Mon TR USD	0.51	0.82	0.54	0.37	0.28
BBgBarc US Treasury Bills TR USD	0.52	0.82	0.60	0.43	0.34
Ultrashort Bond	0.67	1.44	1.37	0.98	0.81

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. Returns less than one year are not annualized. For the Fund's most recent month end performance, please visit www.advisorshares.com. The Advisor has contractually agreed to keep net expenses from exceeding 0.35% of the Fund's daily net assets for at least a year from the date of the Prospectus and for an indefinite period thereafter subject to annual reapproval of the agreement by the Board of Trustees.

Duration is the change of a fixed income security that will result from a 1% change in interest rates, and is based on the yield to worst date. 30-Day SEC Yield (Standardized Yield) is an annualized yield that is calculated by dividing the investment income earned by the Fund less expenses over the most recent 30-day period by the current maximum offering price. The Subsidized Yield reflects fee waivers and/or expense reimbursements recorded by the Fund during the period. Without waivers and/or reimbursements, yields would be reduced. The Unsubsidized Yield does not adjust for any fee waivers and/or expense reimbursements in effect. If the Fund does not incur any fee waivers and/or expense reimbursements during the period, the 30-Day Subsidized Yield and 30-Day Unsubsidized Yield will be identical.

AdvisorShares Sage Core Reserves ETF

As of 12/31/2017

Calendar Year Returns

	1/15/2014 - 12/31/2014	2015	2016	2017
AdvisorShares Sage Core Reserves ETF (NAV)	-0.13	0.21	1.29	1.27
AdvisorShares Sage Core Reserves ETF (Market)	-0.13	0.19	0.94	0.17
BBgBarc US Treasury Bill 1-3 Mon TR USD	0.02	0.03	0.26	0.82
BBgBarc US Treasury Bills TR USD	0.05	0.10	0.38	0.82
Ultrashort Bond	0.25	0.21	1.31	1.44

Risk

	HOLD	1-3 Month TBill
Alpha	0.38	0.00
Beta	0.97	1.00
Std Dev	0.28	0.04
Information Ratio (arith)	2.00	
Sortino Ratio (arith)	1.50	-0.46
Sharpe Ratio (arith)	1.64	-2.32
Down Capture Ratio	-197.81	100.00
Correlation	0.54	1.00
Tracking Error	0.28	0.00
R2	29.37	100.00

Top 10 Holdings

Holdings are subject to change.	Value (mil)	Weight %
Amer Express Credit 2013-2 FRN	1.52	1.96
U S Bancorp Mtns Bk Ent FRN	1.14	1.46
Goldman Sachs Grp FRN	1.10	1.42
Wells Fargo Co Mtn Be 2.125%	1.10	1.42
Cap One Cc Tr 2016-3a 1.34%	1.08	1.39
FNMA CMO	1.05	1.35
Chase Issuance Tr 2017-1 FRN	0.90	1.16
Carmax Auto Owner Tr 2016-3 1.39%	0.89	1.15
Apple FRN	0.88	1.14
Actavis Fdg Scs FRN	0.87	1.12

Before investing you should carefully consider the Fund's investment objectives, risks, charges and expenses. This and other information is in the prospectus, a copy of which may be obtained by visiting the Fund's website at www.AdvisorShares.com. Please read the prospectus carefully before you invest. Foreside Fund Services, LLC, distributor.

There is no guarantee that the Fund will achieve its investment objective. Diversification and sector asset allocation do not guarantee a profit, nor do they eliminate the risk of loss of principal. An investment in the Fund is subject to risk, including the possible loss of principal amount invested. The Fund's investment in fixed income securities will change in value in response to interest rate changes and other factors, such as the perception of the issuer's creditworthiness. Fixed income securities with longer maturities are subject to greater price shifts as a result of interest rate changes than fixed income securities with shorter maturities. The Fund's investments in high-yield securities or "junk bonds" are subject to a greater risk of loss of income and principal than higher grade debt securities. In addition the Fund is subject to leveraging risk which tends to exaggerate the effect of any increase or decrease in the value of the portfolio securities. The Fund is also subject to liquidity risk, issuer risk, foreign currency and investment risk, prepayment risk and trading risk. See prospectus for details regarding specific risks.

Shares are bought and sold at market price (closing price) not net asset value (NAV) and are not individually redeemed from the Fund. Market price returns are based on the midpoint of the bid/ask spread at 4:00 pm Eastern Time (when NAV is normally determined) and do not represent the return you would receive if you traded at other times.

The Morningstar Rating™ for funds, or "star rating," is calculated for managed products with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive five stars, the next 22.5% receive four stars, the next 35% receive three stars, the next 22.5% receive two stars, and the bottom 10% receive one star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three- and five-year Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns.

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The Barclays 1-3 Month U.S. Treasury Bill Index includes all publicly issued zero-coupon U.S. Treasury Bills that have a remaining maturity of less than 3 months and more than 1 month, are rated investment grade, and have \$250 million or more of outstanding face value. The Barclays Treasury Bill Index is an unmanaged index considered representative of the performance of the U.S. Treasury Bill issued by the U.S. Government. The Ultrashort Bond portfolios invest primarily in investment-grade U.S. fixed-income issues and have durations of less than one year (or, if duration is unavailable, average effective maturities of less than one year). This category can include corporate or government ultrashort bond portfolios, but it excludes international, convertible, multisector, and high yield bond portfolios. Due to their focus on bonds with very short durations, these portfolios offer minimal interest-rate sensitivity and therefore low risk and total return potential. Alpha measures the risk-adjusted premium an investment earns above its benchmark. Beta measures the volatility of a security or a portfolio in comparison to the entire market. Standard Deviation measures the dispersion of a set of data from its mean and is calculated as the square root of variance. Information Ratio measures the active return of the manager's portfolio divided by the amount of risk that the manager takes relative to the benchmark. Sortino Ratio measures the excess return over the risk-free rate divided by the downside semi-variance, and so it measures the return to "bad" volatility. Sharpe Ratio measures the average return minus the risk-free return divided by the standard deviation of return on an investment. Down Capture Ratio measures an investment manager's overall performance in down-markets. Correlation measures how two securities move in relation to each other. Tracking Error measures how closely a portfolio follows the index to which it is benchmarked. R2 measures the percentage of a fund or security's movements that can be explained by movements in a benchmark index.