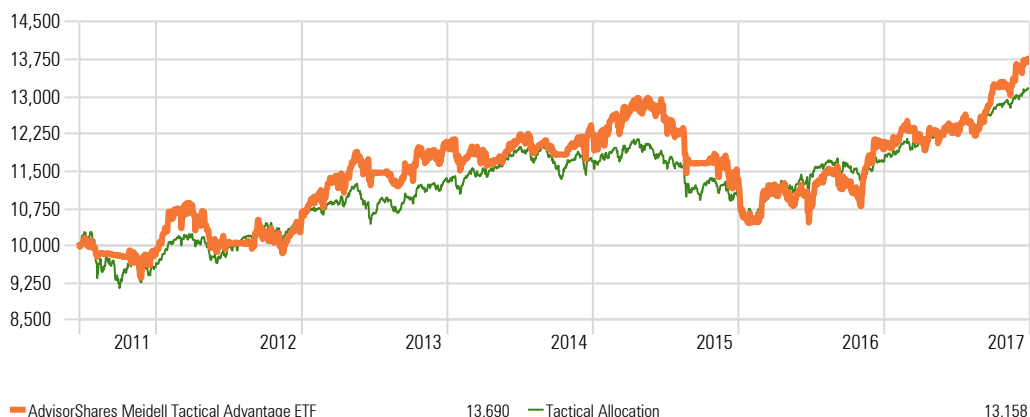


Investment Strategy

MATH provides exposure similar in risk to a traditionally balanced portfolio, using both short and long term exponential moving averages and the rate of change in an asset class. MATH employs a long only tactical strategy that identifies asset classes that are positively trending and will dynamically adjust its allocation to be broadly diversified, concentrated, or in cash, as a mechanism to reduce overall portfolio volatility and risk. MATH is used to complement a long-term investment strategy that may provide better risk-adjusted returns over multiple market cycles.

Investment Growth

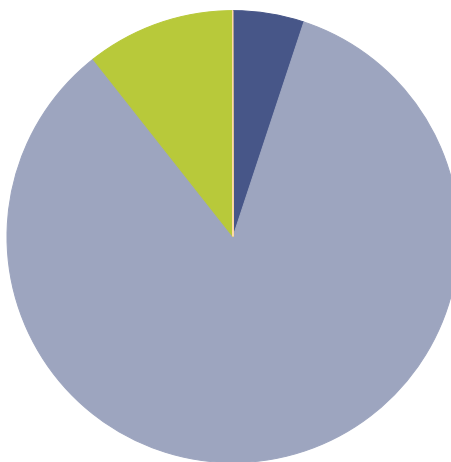
Time Period: 6/23/2011 to 12/31/2017



Snapshot

| | |
|---------------------------------|---------------------|
| Ticker | MATH |
| Morningstar Rating 3 Yr | ★★★ |
| Morningstar Rating 5 Yr | ★★★ |
| Morningstar Rating Overall | ★★★ |
| Morningstar Risk Rating Overall | Average |
| Category | Tactical Allocation |
| # in Category | 258 |
| Inception Date | 6/22/2011 |
| Management Fee | 1.20 |
| Prospectus Net Expense Ratio | 1.56 |
| Prospectus Gross Expense Ratio | 2.28 |
| Assets Under Management | 14,265,919 |

Asset Allocation



| | |
|-----------------|---------------|
| ● Cash | 5.08 |
| ● US Equity | 84.30 |
| ● Non-US Equity | 10.59 |
| ● Other | 0.03 |
| 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 258 funds in 3 year, 195 in 5 year, and 72 in 10 year.

Trailing Returns Quarter-End (Annualized over 1 year)

As of Date: 12/31/2017

| | 1 Year | 3 Year | 5 Year | Since Inception |
|---|--------|--------|--------|-----------------|
| AdvisorShares Meidell Tactical Advantage ETF (NAV) | 14.61 | 3.81 | 5.57 | 4.93 |
| AdvisorShares Meidell Tactical Advantage ETF (Market) | 14.63 | 3.98 | 5.71 | 4.88 |
| S&P 500 TR USD | 21.83 | 11.41 | 15.79 | 14.26 |
| MSCI ACWI NR USD | 23.97 | 9.29 | 10.80 | 9.04 |
| Tactical Allocation | 12.50 | 4.00 | 4.69 | 4.29 |

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 1.35% 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.

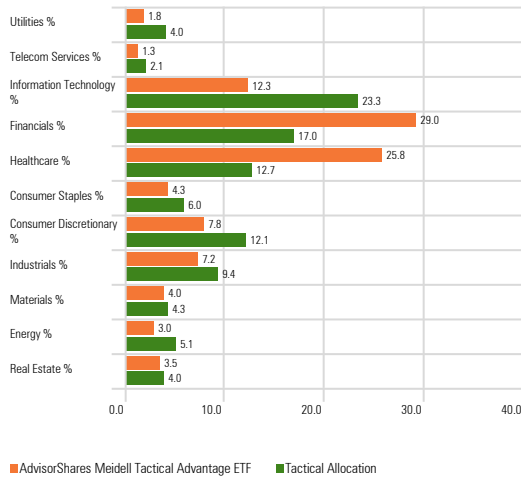
AdvisorShares Meidell Tactical Advantage ETF

As of 12/31/2017

Calendar Year Returns

| | 6/23/2011 - 12/31/2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|------------------------|-------|-------|-------|-------|-------|-------|
| AdvisorShares Meidell Tactical Advantage ETF | -1.77 | 6.30 | 15.82 | 1.19 | -7.40 | 5.40 | 14.61 |
| AdvisorShares Meidell Tactical Advantage ETF (Market) | -1.78 | 5.27 | 16.86 | 0.48 | -7.19 | 5.67 | 14.63 |
| S&P 500 TR USD | -1.15 | 16.00 | 32.39 | 13.69 | 1.38 | 11.96 | 21.83 |
| MSCI ACWI NR USD | -9.27 | 16.13 | 22.80 | 4.16 | -2.36 | 7.86 | 23.97 |
| Tactical Allocation | -4.28 | 9.31 | 8.60 | 2.93 | -5.91 | 6.28 | 12.50 |

Sector Allocation



Risk

| | MATH | S&P 500 |
|---------------------------|-------|---------|
| Alpha | -2.52 | 0.00 |
| Beta | 0.54 | 1.00 |
| Std Dev | 12.43 | 17.22 |
| Information Ratio (arith) | -1.24 | |
| Sortino Ratio (arith) | 0.63 | 1.40 |
| Sharpe Ratio (arith) | 0.55 | 1.22 |
| Down Capture Ratio | 72.48 | 100.00 |
| Correlation | 0.75 | 1.00 |
| Tracking Error | 11.42 | 0.00 |
| R2 | 56.11 | 100.00 |

Top 10 Holdings

| Holdings are subject to change. | Value (mil) | Weight % |
|-----------------------------------|-------------|----------|
| iShares Core S&P Small-Cap ETF | 4.09 | 28.58 |
| iShares Core S&P Mid-Cap ETF | 2.73 | 19.11 |
| iShares MSCI Emerging Markets ETF | 1.38 | 9.63 |
| iShares Micro-Cap ETF | 1.36 | 9.50 |
| iShares Nasdaq Biotechnology ETF | 1.36 | 9.49 |
| iShares US Financials ETF | 1.35 | 9.44 |
| SPDR® S&P Regional Banking ETF | 1.35 | 9.42 |

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. An investment in the Fund is subject to risk, including the possible loss of principal amount invested. The Fund is subject to the underlying ETFs and ETP risk that comprise this "fund of funds" and is subject to greater volatility due to commodity risk, a decline in the credit quality of the portfolio, and increased risk of price volatility associated with emerging markets. Other Fund risks include market risk, asset allocation risk, early closing risk, concentration risk, liquidity risk and trading risk. The Fund may not be suitable for all investors. See prospectus for details regarding risk.

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 S&P 500 Index is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. The MSCI AC World Index is an unmanaged free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. One cannot invest directly in an index. The Tactical Allocation category consists of portfolios that seek to provide capital appreciation and income by actively shifting allocations between asset classes. These portfolios have material shifts across equity regions, and bond sectors on a frequent basis. To qualify for the Tactical Allocation category, the fund must first meet the requirements to be considered in an allocation category. Next, the fund must historically demonstrate material shifts within the primary asset classes either through a gradual shift over three years or through a series of material shifts on a quarterly basis. The cumulative asset class exposure changes must exceed 10% over the measurement period. 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.