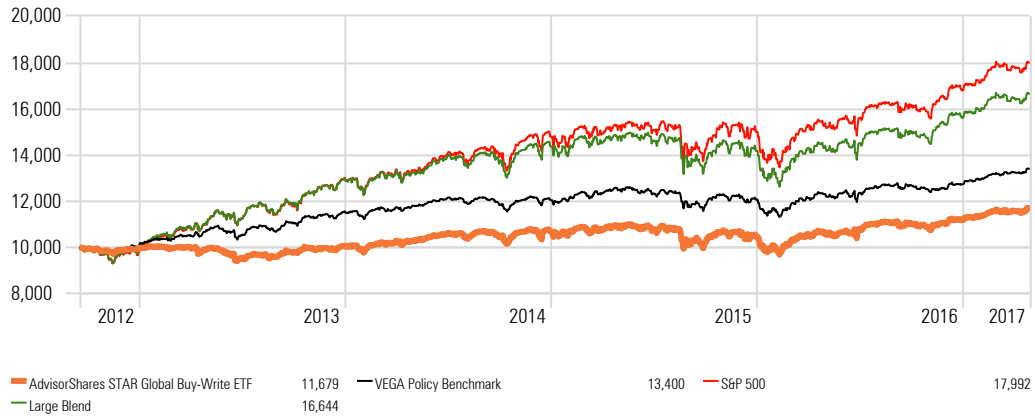


Investment Strategy

VEGA is a low volatility, globally diversified asset allocation strategy that employs options seeking to enhance income and reduce risk. The volatility of each of the underlying positions drives option usage. During periods of high volatility the fund will write (or sell) a call option to hedge downside risk through income generation from the sale of options. 60%-85% of VEGA's positions will typically be covered. When volatility is low, the portfolio manager buys protective put options to manage downside risk. VEGA can serve as a core alternative allocation.

Investment Growth

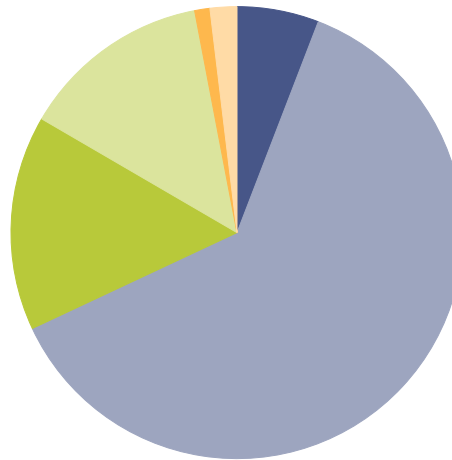
Time Period: 9/18/2012 to 4/30/2017



Snapshot

| | |
|---------------------------------|----------------|
| Ticker | VEGA |
| Morningstar Rating 3 Yr | ★★★ |
| Morningstar Rating Overall | ★★★ |
| Morningstar Risk Rating Overall | Above Avg |
| Category | Option Writing |
| # in Category | 75 |
| Inception Date | 9/17/2012 |
| Management Fee | 1.35 |
| Prospectus Net Expense Ratio | 2.03 |
| Prospectus Gross Expense Ratio | 2.15 |
| Assets Under Management | 17,958,589 |

Asset Allocation



| | % |
|---------------|---------------|
| Cash | 5.86 |
| US Equity | 62.17 |
| Non-US Equity | 15.37 |
| US Bond | 13.60 |
| Non-US Bond | 1.09 |
| Other | 1.92 |
| 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 75 funds in 3 year, 26 in 5 year, and 6 in 10 year.

Trailing Returns Month-End (Annualized over 1 year)

As of Date: 4/30/2017

| | 1 Year | 2 Year | 3 Year | 4 Year | Since Inception |
|--|--------|--------|--------|--------|-----------------|
| AdvisorShares STAR Global Buy-Write ETF (NAV) | 10.17 | 3.78 | 4.30 | 4.09 | 3.42 |
| AdvisorShares STAR Global Buy-Write ETF (Market) | 10.12 | 4.02 | 4.23 | 4.03 | 3.38 |
| VEGA Policy Benchmark | 8.95 | 3.68 | 4.36 | 5.67 | 6.55 |
| S&P 500 | 17.92 | 9.24 | 10.47 | 12.89 | 13.57 |
| Large Blend | 16.40 | 6.66 | 7.93 | 10.64 | 11.67 |

Trailing Returns Quarter-End (Annualized over 1 year)

As of Date: 3/31/2017

| | 1 Year | 3 Year | Since Inception |
|--|--------|--------|-----------------|
| AdvisorShares STAR Global Buy-Write ETF (NAV) | 9.83 | 4.19 | 3.30 |
| AdvisorShares STAR Global Buy-Write ETF (Market) | 9.79 | 4.14 | 3.27 |
| VEGA Policy Benchmark | 8.87 | 4.25 | 6.40 |
| S&P 500 | 17.17 | 10.37 | 13.57 |
| Large Blend | 15.80 | 7.64 | 11.64 |

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 1.85% 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.

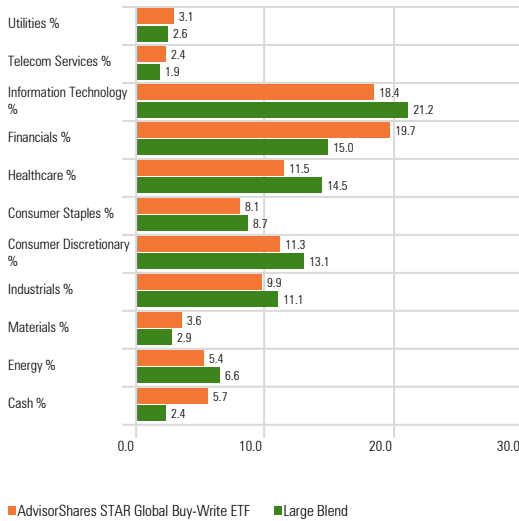
AdvisorShares STAR Global Buy-Write ETF

As of 4/30/2017

Calendar Year Returns

| | 9/18/2012 - 12/31/2012 | 2013 | 2014 | 2015 | 2016 | YTD |
|--|------------------------|-------|-------|-------|-------|------|
| AdvisorShares STAR Global Buy-Write ETF (NAV) | -0.61 | 1.34 | 5.96 | -1.96 | 6.84 | 4.47 |
| AdvisorShares STAR Global Buy-Write ETF (Market) | -0.70 | 1.70 | 5.62 | -2.39 | 6.31 | 5.34 |
| VEGA Policy Benchmark | 0.48 | 14.99 | 4.29 | 0.13 | 5.47 | 5.30 |
| S&P 500 | -1.72 | 32.39 | 13.69 | 1.38 | 11.96 | 7.16 |
| Large Blend | -1.08 | 31.28 | 10.73 | -1.40 | 10.10 | 6.64 |

Long Equity Sector Allocation



Risk

| | VEGA | VEGA Policy Benchmark |
|---------------------------|--------|-----------------------|
| Alpha | -3.38 | 0.00 |
| Beta | 1.08 | 1.00 |
| Std Dev | 9.68 | 7.67 |
| Information Ratio (arith) | -0.98 | |
| Sortino Ratio (arith) | 0.56 | 1.38 |
| Sharpe Ratio (arith) | 0.49 | 1.18 |
| Down Capture Ratio | 107.86 | 100.00 |
| Correlation | 0.87 | 1.00 |
| Tracking Error | 4.75 | 0.00 |
| R2 | 76.03 | 100.00 |

Top 10 Holdings

| Holdings are subject to change. | Value (mil) | Weight % |
|--|-------------|----------|
| SPDR® S&P 500 ETF | 8.98 | 49.79 |
| iShares MSCI EAFE | 1.78 | 9.87 |
| iShares Russell 2000 | 1.07 | 5.93 |
| iShares MSCI Emerging Markets | 0.93 | 5.16 |
| Vanguard Interm-Term Bond ETF | 0.91 | 5.03 |
| SPDR® DoubleLine Total Return Tact ETF | 0.91 | 5.02 |
| PowerShares Fundamental HIYld CorpBd ETF | 0.89 | 4.96 |
| Financial Select Sector SPDR® ETF | 0.67 | 3.74 |
| Vanguard REIT ETF | 0.52 | 2.90 |
| SPDR® Blmbg Barclays Convert Secs ETF | 0.37 | 2.03 |

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. Other Fund risks included: allocation risk; derivative risk; early closing risk; Exchange Traded Note risk; liquidity risk, market risk; trading risk; commodity risk; concentration risk; counterparty risk; credit risk; emerging markets and foreign securities risk; foreign currency risk; large-, mid- and small- cap stock risk. Please see the prospectus for detailed information regarding risk. The Fund is also subject to options risk. Writing and purchasing call and put options are specialized activities and entail greater than ordinary investment risk. The value of the Fund's positions in options fluctuates in response to the changes in value of the underlying security. The Fund also risks losing all or part of the cash paid for purchasing call and put options. The Fund may not be suitable for all investors.

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 VEGA Policy Benchmark is a blended benchmark of 37.5% MSCI World Index, 37.5% CBOE S&P 500 Buy/Write Index and 25% to the Barclays Intermediate Government Corporate Index. 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 World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. The Barclays Intermediate Government Corporate Index is an unmanaged index considered representative of the performance of the U.S. investment grade Government and Corporate debt issuance. The CBOE S&P 500 Buy/Write Index (BXM) is a benchmark index designed to track the performance of a hypothetical buy-write strategy on the S&P 500 Index. Announced in April 2002, the BXM Index was developed by the CBOE in cooperation with Standard & Poor's. The BXM is a passive total return index based on (1) buying an S&P 500 stock index portfolio, and (2) "writing" (or selling) the near-term S&P 500 Index (SPXSM) "covered" call option, generally on the third Friday of each month. One cannot invest directly in an index. The Large Blend category consists of portfolios that are fairly representative of the overall U.S. stock market in size, growth rates, and price. Stocks in the top 70% of the capitalization of the U.S. equity market are defined as large-cap. The blend style is assigned to portfolios where neither growth nor value characteristics predominate. These portfolios tend to invest across the spectrum of U.S. industries, and owing to their broad exposure, the portfolios' returns are often similar to those of the S&P 500 Index. The blend style is assigned to portfolios where neither growth nor value characteristics predominate. These portfolios typically will have less than 20% of assets invested in U.S. stocks. 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.