

BEDZ | NYSE Arca, Inc.
Annual Shareholder Report | JUNE 30, 2026

This annual shareholder report contains important information about AdvisorShares Hotel ETF (the "Fund") for the period of July 1, 2025 to June 30, 2026. You can find additional information about the Fund at <https://www.advisorshares.com/about/literature-center>. You can also request this information by contacting us at 1-877-843-3831.

What were the Fund’s costs for the period?

(based on a hypothetical \$10,000 investment)

Fund	Cost of \$10K Investment	Cost Paid as % of \$10K Investment
AdvisorShares Hotel ETF	\$109	0.99%

Management's Discussion of Fund Performance

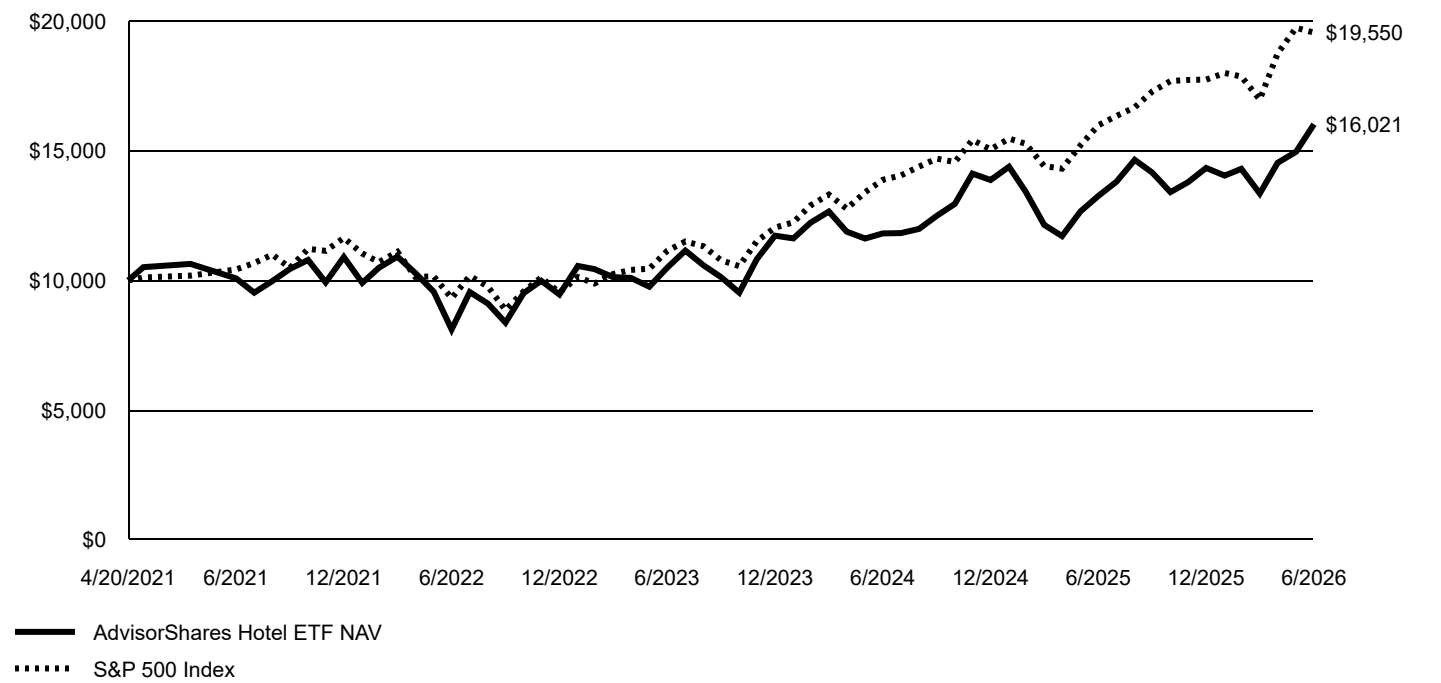
BEDZ, covering the hotel and travel sector, saw improving fundamentals during the fiscal year ended June 30, 2026. U.S. hotel revenue per available room (RevPAR) growth strengthened over the period, with industry forecasts upgraded during the year to reflect stronger-than-expected demand. Leisure travel remained resilient, increasingly concentrated in secondary and warm-weather markets, while corporate and group travel showed signs of gradual recovery after a slower start to the period, supported by rising corporate travel budgets.

Anticipation of the FIFA World Cup, hosted across the U.S., Mexico, and Canada beginning in June 2026, contributed to improved sentiment and demand expectations for the hospitality sector toward the end of the fiscal year. New hotel supply growth remained constrained during the period, with a lower share of pipeline rooms under construction than in recent years, reflecting continued economic uncertainty and elevated construction and financing costs.

Operators continued to navigate cost pressures, including labor and utility expenses, while regional performance varied, with softness in select U.S. markets and stronger conditions internationally. The luxury and upper-upscale segments continued to outperform relative to mass-market tiers during the period.

Fund Performance

GROWTH OF AN ASSUMED \$10,000 INVESTMENT



AVERAGE ANNUAL TOTAL RETURN

Fund/Index	1 year	5 year	Since Inception 4/20/2021
AdvisorShares Hotel ETF NAV	20.84%	9.71%	9.50%
S&P 500 Index	22.32%	13.41%	13.78%

The fund's past performance is not a good predictor of how the fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or redemption of fund shares. 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. Fund NAV returns are calculated using the Fund's daily 4:00 p.m. NAV. Returns shown include the reinvestment of all dividends and other distributions. Index returns do not include expenses. Returns less than one year are not annualized. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. For the Fund's most recent month end performance, please call 1-877-843-3831.

Key Fund Statistics

The following table outlines key fund statistics as of 6/30/2026.

Fund net assets	\$2,981,664
Total advisory fees paid	\$0
Total number of portfolio holdings	22
Period portfolio turnover rate	121%

Portfolio Composition

The table below shows the investment makeup of the Fund as of 6/30/2026.

Sector	% of Net Assets
Oil & Gas Services	4.9%
Entertainment	5.4%
Internet	12.2%
Leisure Time	16.6%
Lodging	18.3%
REITS	38.4%
Money Market Fund	5.4%
Assets Less Liabilities	(1.2)%
Total	100.0%

Availability of Additional Information

If you wish to find additional information about the Fund such as the prospectus, financial information, portfolio holdings and proxy voting, please see the website address or contact number included at the beginning of this shareholder report.