

## Important Information Regarding Trading of NextShares Funds

1. NextShares exchange-traded managed funds have certain unique properties that are important to understand. NextShares funds can invest in the same basic asset classes and strategies as mutual funds, including equity, income, alternative and multi-asset investments.
2. NextShares are bought and sold in secondary market trades through a brokerage account, much like exchange-listed stocks and ETFs. A major difference in NextShares trading is how quotes are expressed, and how and when the price of executed trades is determined. Unlike other exchangetraded instruments, NextShares use a trading protocol that NextShares calls "NAV-based trading." In NAV-based trading, all bids and offers are quoted throughout the day relative to the fund's nextdetermined end-of-day net asset value per share ("NAV") and all trade prices are directly linked to NAV. Trade executions are binding at the time orders are matched, with final price contingent upon the determination of NAV.
3. As an illustration, a NextShares fund may be quoted intraday at a best bid of NAV -\$0.01 and a best offer of NAV +\$0.02 (this quotation convention is referred to as "NAV-based format"). A buy order executed at the quoted offer price would, in this example, trade at NAV +\$0.02. If the fund's endof- day NAV on that day is \$20.00, the final trade price is \$20.02.

Due to systems limitations of the Consolidated Tape, the NextShares trade and quote data disseminated through the Consolidated Tape is in "proxy price format," with fund NAV represented by a proxy price of 100.00 and premiums/discounts to NAV represented by the same difference from 100.00 (e.g., NAV -\$0.01 is shown as 99.99; NAV +\$0.01 as 100.01). Representations of NextShares trade and quote prices in proxy price format can be converted to the NAV-based format by subtracting 100.00 from the displayed proxy price and expressing the difference relative to NAV (e.g., 99.99 translates to NAV -\$0.01 and 100.01 to NAV +\$0.01).

Market data services may report NextShares trade data in NAV-based or proxy price format. Because of the ease of conversion between the two formats, IB may elect to present prices in either (NAV-based or proxy price) format.

4. Because the actual transaction price is not determined until the NAV for the fund is determined after the end of the trading day, you will not know the actual price paid in the case of a purchase, or the actual price obtained in the case of a sale, for NextShares trades until after the end of trading (or as late as the following morning), nor will you be able to see P&L information for a NextShares position on any trading day in which you trade in that position. As a result, purchase costs or sale proceeds may be greater or less than you anticipated at the time of trade.
5. By making NextShares funds available to customers, IB does not guarantee the appropriateness or suitability of any NextShares investment nor do we make any recommendation of any kind. A fund's past performance is no indication of future results. A fund's performance can change over time depending upon

a variety of market conditions and share value can fluctuate on a daily basis. Your investment may be worth more or less than your original cost when you sell your shares.

IB recommends that customers carefully read the fund's prospectus prior to investing in the shares of a fund. The prospectus contains important information about the fund's objectives, investment strategies, risks and expenses. Customers may obtain a copy of a fund's prospectus by contacting the fund or visiting the fund's website. Customers may also contact IB Customer Service at (877) 442-2757 to request a prospectus. Please note, IB cannot verify or otherwise guarantee the accuracy 4154 | 07/22/2016 or completeness of any fund prospectus, statement of additional information, report to shareholders or proxy solicitation materials.

6. For more information on NextShares generally, see <https://www.nextshares.com> , including the list of frequently asked questions at <https://www.nextshares.com/commonQuestions.php>
7. Trades of NextShares fund shares will incur IB's standard commissions for stock and ETF trades.
8. In addition to IB's commission for fund transactions, funds may also impose management fees. For information regarding a particular fund's management fee (or other fee) structure, please read the fund's prospectus and statement of additional information or visit the fund's website.
9. In addition to offering the NextShares funds on its platform, IB may also provide other services to and/or engage in other business with Eaton Vance Management (an affiliate of NextShares Solutions LLC) or its affiliates.