

FREQUENTLY ASKED QUESTIONS

What is the VIX index?

The Chicago Board Options Exchange, Incorporated (“CBOE”) Volatility Index (the “VIX index”) attempts to measure the market’s current expectation of 30-day volatility of the U.S. equity market, as reflected by the prices of near-term S&P 500® options. Because S&P 500® options derive value from the possibility that the market may experience movement before the option expires, the prices of near-term S&P 500® options are used in calculating the implied volatility of the S&P 500® Index.

What are VIX futures contracts?

The VIX index itself does not directly reference an asset price, but instead the volatility implied by a series of S&P 500® options. Because of this, the Index is not designed to be directly investable. As a result, market participants seeking exposure to the VIX index may use VIX futures contracts to gain such exposure. The price at which a VIX futures contract trades reflects the market’s view of the implied level of volatility over the 30 days following the expiration of the VIX futures contract.

What is the difference between VIX futures contracts with weekly and monthly expirations?

Futures contracts, by their terms, have stated expirations. Depending on the underlying commodity or index, there may be one or more futures contracts available for trading that track the same underlying commodity or index but that expire on different expiration dates. Prior to July 23, 2015, VIX futures contracts were listed such that one futures contract tracking the VIX index expired each month. Beginning on July 23, 2015, the CBOE Futures Exchange (CFE®) began listing VIX futures contracts with additional expiration dates, such that one VIX futures contract would expire each week. These VIX futures contracts with weekly expirations supplement the VIX futures contracts with monthly expirations.

How do weekly VIX futures contracts behave versus monthly VIX futures contracts?

In general, futures contracts converge to the spot price of the asset or index they track as they near expiration. As a result, VIX contracts which have shorter terms to expiry tend to exhibit a closer relationship to the level of spot VIX than contracts with a longer term to expiry. Information on how closely VIX futures contracts tend to track the VIX as a result of their remaining time to expiration is available at <http://www.cboe.com/micro/vix-weeklys/>.

What is the liquidity on weekly VIX futures?

Currently, the open interest in VIX Futures Contracts with less than one month to expiration is extremely limited for many of the available expiration dates. If the Sub-Adviser determines not to invest in a VIX Futures Contract that is near to expiration, including because of price or liquidity concerns with respect to a given VIX Futures Contract, the Sub-Adviser may invest in VIX Futures Contracts that are further from expiration. Investing in a VIX Futures Contract that is further from expiration will increase the weighted average time to expiration of the Fund's portfolio, which may result in a lower correlation of the portfolio to the performance of the VIX Index.

What is the investment strategy for the REX VolMAXX™ Long VIX Weekly Futures Strategy ETF (VMAX)?

The VMAX fund expects to invest primarily in VIX futures contracts with less than one month to expiration, but may invest in VIX futures contracts with longer durations. VMAX expects the notional value of its exposure to VIX futures contracts to be equal to approximately 100% of its assets at all times and the weighted average of time to expiry of the VIX Futures Contracts to be less than one month at all times.

What is the investment strategy for the REX VolMAXX™ Short VIX Weekly Futures Strategy ETF (VMIN)?

The VMIN fund expects to primarily take short positions in VIX futures contracts with less than one month to expiration, but may take short positions in VIX futures contracts with longer durations. VMIN expects the notional value of its exposure to VIX futures contracts to be equal to approximately 100% of its assets at the close of each trading day and the weighted average of time to expiry of the VIX futures contracts to be less than one month at all times.

What is the weighted average of time to expiry of the VIX Futures Contracts in the portfolio?

The Fund expects to invest primarily in VIX Futures Contracts with less than one month to expiration. The Fund expects the notional value of its exposure to VIX Futures Contracts to be equal to approximately 100% of Fund assets at all times and the weighted average of time to expiry of the VIX Futures Contracts to be less than one month at all times. The weighted average time to expiry of the Fund's exposure to VIX Futures is available at www.volmaxx.com.

Why are you using monthly VIX futures?

VIX Futures Contracts that expire on the Wednesday that is 30 days prior to the third Friday of the calendar month immediately following the month in which the contract expires are sometimes referred to as “monthly VIX Futures Contracts”, and were historically the only VIX Futures Contract listed in any given calendar month. Beginning on July 23, 2015, the CBOE began listing more than one VIX Futures Contract per month, which means that there may now be VIX Futures Contracts listed that have less time to expiration than the monthly VIX Futures Contract that is nearest to expiration. However, during one week each month, a monthly VIX Futures Contract will be the VIX Futures Contract nearest to expiration.

The Fund expects to invest primarily in VIX Futures Contracts with less than one month to expiration and may generally target investing in VIX Futures Contracts that are near to expiration. Currently, the open interest in VIX Futures Contracts that are not monthly VIX futures is extremely limited. If the Sub-Adviser determines not to invest in the VIX Futures Contract that is near to expiration, including because of price or liquidity concerns, the Sub-Adviser may invest in the VIX Futures Contracts that are further from expiration. Still, the Fund expects the weighted average of time to expiry of the VIX Futures Contracts to be less than one month at all times.

Will the fund match the performance of the VIX index?

No. The price of a VIX futures contract will not necessarily correspond to the current level of the VIX index. Because the Funds will primarily seek to gain exposure to VIX futures contracts, it is very likely that the performance of the Funds will differ substantially from the performance of the VIX index.

Do the Funds track a benchmark?

No. The Funds are actively managed to gain exposure to the VIX index and VIX futures contracts. The Funds are not expected to track the performance of the VIX index or any index of VIX futures contracts.

Will the Fund be affected by contango and backwardation in the VIX futures market?

Yes. The Fund’s investment strategy is subject to the risks related to rolling futures contracts. The price of futures contracts further from expiration may be higher than the current level of the VIX index (a condition known as contango) or lower than the current level of the VIX index (a condition known as backwardation), which can impact the Fund’s returns. Because of the frequency with which the Fund expects to roll VIX Futures Contracts, the impact of such contango or backwardation may be greater than for other products that roll VIX Futures Contracts less frequently.

Additionally, the amount by which the price of a VIX Futures

Contract differs from the current level of the VIX index relative to the amount of time to expiration for such VIX Futures Contract (sometimes referred to as the “steepness of the VIX futures curve”) may be greater for VIX Futures Contracts that are near to expiration. As a result, the impact of such contango or backwardation may be greater than for other products that hold VIX Futures Contracts that are further from expiration.

Do these funds reset daily?

In the course of managing the Fund’s investments, the Sub-Adviser will need to periodically adjust each Fund’s holdings in order to maintain investment exposure approximately equivalent to the Fund’s assets, and may adjust the exposure for each Fund as frequently as daily in order to maintain such investment exposure. For the VMIN Fund, which seeks daily inverse investment results, this process entails obtaining additional inverse exposure as the Fund experiences gains, and reducing inverse exposure as the Fund experiences losses. Compounding affects all investments, but has a more significant impact on an inverse fund. Particularly during periods of higher volatility of underlying instruments, compounding will cause results for periods longer than a single day to vary from the inverse (-1x) of the return of the underlying instruments. This effect becomes more pronounced as volatility increases. Compounding may also impact each Fund to the extent that the underlying VIX Futures Contracts experience contango or backwardation, and may impact the overall returns of both Funds, as discussed above under “Will the Fund be affected by contango and backwardation in the VIX futures market?”.

How do the Funds plan to select the VIX futures contracts that will be used?

The Funds expect the weighted average of time to expiry of the VIX Futures Contracts to be less than one month at all times. The Funds generally will seek to invest in VIX Futures Contracts that are nearer to expiry, subject to a quantitative, rules-based strategy utilized by Vident Investment Advisory, LLC (the “Sub-Adviser”) that seeks to avoid investing in VIX Futures Contracts at prices that are disadvantageous to the Fund.

Do the Funds hold investments other than VIX futures contracts?

In addition to its investments in VIX futures contracts, the Funds are likely to utilize other investments that provide exposure to the VIX index and VIX futures contracts. Please review the Fund’s prospectus for a complete list of the Fund’s other potential investments.

Why are you using ETPs?

The VolMAXX funds are the first ETFs regulated under the Investment Company Act of 1940 to offer exposure to VIX futures. In order to do this, the fund is structured as an active ETF and invests in ETFs and ETNs to meet RIC diversification requirements. Although the funds are actively managed, they seek to retain notional exposure to VIX Futures Contracts that is approximately equal to 100% of Fund assets.

Are these funds appropriate for all investors?

No. The Funds are not suitable for all investors and are designed to be utilized only by sophisticated investors who understand the risks associated with the use of financial instruments that give rise to leverage, are willing to assume a high degree of risk, and intend to actively monitor and manage their investments in the Funds. Furthermore, the REX VolMAXX™ Short VIX Weekly Futures Strategy ETF (VMIN) should only be utilized by sophisticated investors who understand the consequences of seeking daily inverse investment results and understand the risks associated with short exposure.

Are these funds '40 Act Funds?

Yes, the Funds intend to qualify as regulated investment companies, as defined in the Investment Company Act of 1940. Regulated investment companies are pooled investment vehicles that are not subject to entity-level taxation. The Funds will not be structured as publically traded partnerships and will not distribute K-1s.

Who is the investment advisor?

Exchange Traded Concepts is the Adviser. Vident Investment Advisory is the trading sub-adviser.

What is the expense ratio for the REX VolMAXX™ Long VIX Weekly Futures Strategy ETF (VMAX)?

1.25%

What is the expense ratio for the REX VolMAXX™ Short VIX Weekly Futures Strategy ETF (VMIN)?

1.45%

Do these ETFs pay a dividend?

Yes. The funds may make distributions annually based on the performance of the VIX futures contracts.

What exchange are the Funds listed on?

BATS Exchange, Inc.

Who is REX?

REX Shares creates and delivers intelligently engineered exchange-traded products (ETPs) that solve specific access and efficiency problems. REX Shares was founded in 2014 with a focus on delivering new alternative ETPs. REX Shares sponsors ETPs based on strategies that include Gold Hedged Equities, VIX and MLPS. REX Shares is based in Westport, CT.

DISCLOSURE

Carefully consider the Funds' investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Funds' prospectus, which may be obtained by calling 1-844-REX-1414. Read the prospectus carefully before investing.

The Funds should be utilized only by investors who (a) understand the risks associated with the use of financial instruments that give rise to leverage, (b) are willing to assume a high degree of risk, (c) understand the consequences of seeking daily inverse investment results, (d) understand the risk of shorting and (e) intent to actively monitor and manage their investments in the Funds.

Investing involves risk, including the possible loss of principal.

These ETFs are actively managed and there are no guarantees investments selected and strategies employed will achieve the intended results. Active management may also increase transaction costs.

The Funds expect to invest primarily in VIX futures contracts, which are considered commodities.

The use of derivatives, such as futures contracts, swap agreements and options, presents risks different from, and possibly greater than, the risks associated with investing directly in traditional securities. Changes in the value of a derivative may not correlate perfectly with the underlying security, asset, rate or index. Gains or losses in a derivative may be magnified and may be much greater than the derivative's original cost. The derivatives may not always be liquid. This could have a negative impact on the Funds' ability to achieve their investment objective and may result in losses.

The CBOE Volatility Index (the "VIX") is a product of S&P Dow Jones Indices LLC ("SPDJI") and is based on the CBOE VIX methodology, which is the property of Chicago Board Options Exchange ("CBOE"), and has been licensed for use by REX Shares, LLC ("Licensee"), the sponsor of the REX VolMAXX™ Long VIX Weekly Futures Strategy ETF and REX VolMAXX™ Short VIX Weekly Futures Strategy ETF. S&P® is a registered trademark of Standard & Poor's Financial Services LLC ("S&P"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"); CBOE® and VIX® are registered trademarks of the CBOE. The CBOE VIX methodology and the trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by Licensee. The REX VolMAXX™ Long VIX Weekly Futures Strategy ETF and REX VolMAXX™ Short VIX Weekly Futures Strategy ETF are not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates, or CBOE and none of such parties make any representation regarding the advisability of investing in such products nor do they have any liability for any errors, omissions, or interruptions of the Index.

The return for investors that invest in VMIN for periods other than a full trading day will differ from the Fund's stated daily inverse investment objectives. During periods of high volatility, the Fund may not perform as expected and the Fund may have losses when an investor may have expected gains if the Fund is held for a period that is different than one trading day.

The Funds will invest in exchange-traded notes and exchange-traded funds, and will be subject to the risks associated with such vehicles.

The Funds' performance will be directly related to the performance of those investments.

The Funds are non-diversified.

Exchange Traded Concepts, LLC serves as the investment advisor and Vident Financial serves as sub advisor to the Funds. The Funds are distributed by SEI Investments Distribution Co., which is not a affiliated with Exchange Traded Concepts, LLC or any of its a affiliates.