TRSK
Velocity Tail Risk Hedged Large Cap ETF
As of 12/31/17

Fund Objective
TRSK seeks to provide investment results that correspond generally, before fees and expenses, to the performance of the VelocityShares Tail Risk Hedged Large Cap Index.

Fund Description
This liquid alternative ETF seeks to address the challenge of efficiently hedging the downside risk of an equity portfolio, and is designed to provide a systematic solution to that problem via exposure to VIX® futures. It’s comprised of an 85% exposure to large-cap equities (S&P 500® Index) and a 15% exposure to a volatility component designed to efficiently hedge against large market declines. TRSK automatically rebalances back to these target allocations at each month-end.

Why Invest in TRSK
Systematic Volatility Strategy
This comprehensive solution pairs a 15% allocation to a systematic volatility-based hedge with an 85% allocation to the S&P 500® Index. The volatility component adjusts its exposure each day based on the daily moves in short-term VIX® futures.

Low Cost, Efficient Hedge
Maintaining a constant long volatility hedge in a portfolio can be expensive. By dynamically shifting between long and short exposure to VIX® futures, our volatility strategy seeks to capitalize on the negative correlation of VIX® futures via a transparent, liquid and low-cost volatility hedge.

Designed to Reduce Tail Risk
With the potential to significantly reduce drawdown risk in the worst markets, TRSK can be considered a liquid alternative in a well-diversified portfolio.

3 Year Index Risk Statistics

<table>
<thead>
<tr>
<th></th>
<th>VelocityShares Tail Risk Hedged Large Cap Index (TRSKID)</th>
<th>S&amp;P 500® Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beta</td>
<td>0.60</td>
<td>1.00</td>
</tr>
<tr>
<td>Correlation</td>
<td>0.89</td>
<td>1.00</td>
</tr>
<tr>
<td>Sharpe Ratio</td>
<td>0.42</td>
<td>0.80</td>
</tr>
<tr>
<td>Standard Deviation</td>
<td>8.34</td>
<td>12.34</td>
</tr>
</tbody>
</table>

Source: Bloomberg, based on daily returns.

Volatility Component Net Long/Short Exposure – 3 Month Historical View

Sources: Bloomberg; Janus Index & Calculation Services LLC.

Volatility Component Strategy: The volatility strategy is designed to hedge “tail risk” in the S&P 500®. The volatility component of the index reflects both long and short exposure to short-term VIX® futures. The volatility strategy targets a net long volatility exposure, though market movement in VIX® futures will result in differing allocations on any given day, including the potential for a net long or net short exposure.
## Velocity Tail Risk Hedged Large Cap ETF (as of 12/31/17)

<table>
<thead>
<tr>
<th>Performance (%)</th>
<th>4Q17</th>
<th>1 yr</th>
<th>3 yr</th>
<th>Since Inception (6/21/13)</th>
</tr>
</thead>
<tbody>
<tr>
<td>TRSKNV ETF @ NAV</td>
<td>5.31</td>
<td>13.54</td>
<td>4.30</td>
<td>6.56</td>
</tr>
<tr>
<td>TRSK ETF @ Market Price</td>
<td>5.30</td>
<td>13.53</td>
<td>4.27</td>
<td>6.58</td>
</tr>
<tr>
<td>TRSKID VelocityShares Tail Risk Hedged Large Cap Index</td>
<td>5.46</td>
<td>14.19</td>
<td>5.00</td>
<td>7.23</td>
</tr>
<tr>
<td>SPTR S&amp;P 500® Index</td>
<td>6.64</td>
<td>21.83</td>
<td>11.41</td>
<td>14.48</td>
</tr>
<tr>
<td>HFRIEHI HFRI Equity Hedge Index</td>
<td>3.24</td>
<td>13.16</td>
<td>5.73</td>
<td>N/A</td>
</tr>
</tbody>
</table>

Returns quoted are past performance and do not guarantee future results; current performance may be lower or higher. Investment returns and principal value will vary; there may be a gain or loss when shares are sold. For the most recent month-end performance call 800.668.0434 or visit janushenderson.com/performance.

Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemable from the Fund. Market returns are based upon the midpoint of the bid/ask spread at 4:00 p.m. Eastern time (when NAV is normally determined for most ETFs), and do not represent the returns you would receive if you traded shares at other times. Ordinary brokerage commissions apply and will reduce returns.

ETF shares are not individually redeemable and owners of the shares may acquire those shares from the Fund and tender those shares for redemption to the Fund in Creation Units only.

For more information, please visit janushenderson.com.

**OBJECTIVE:** TRSK seeks investment results that correspond generally, before fees and expenses, to the performance of its underlying index, the VelocityShares Tail Risk Hedged Large Cap Index. It pursues its investment objective by investing assets in underlying large cap ETFs and swaps linked to the performance of the underlying volatility ETFs rather than investing directly in stocks, bonds, cash or other investments.

Performance for the ETF that includes periods prior to 7/18/16 reflects the performance of a predecessor fund. See the Fund’s prospectus for further details concerning historical performance.

Returns include reinvestment of dividends and capital gains. Returns greater than one year are annualized.

There are risks involved with investing, including possible loss of principal. Performance depends upon the investment performance of the underlying index ETFs in which it invests. Cleared and over-the-counter swap agreements are used in addition to other derivatives to obtain exposure to these underlying volatility ETFs. The Fund is subject to risks similar to those of stocks including those regarding short selling and margin account maintenance.

Index performance does not reflect the expenses of managing a portfolio as an index is unmanaged and not available for direct investment.

**VelocityShares Tail Risk Hedged Large Cap Index (TRSKID)** combines 85% exposure to a large cap equity portfolio with a 15% exposure to a volatility strategy intended to hedge against tail risk events in the S&P 500® Index. S&P 500® Index reflects U.S. large-cap equity performance and represents broad U.S. equity market performance. HFRI Equity Hedge (Total) Index is representative of investment managers who maintain positions, both long and short, in primarily equity and equity derivative securities. The Index includes a variety of investment processes that maintain at least 50% exposure to, and may be entirely invested in, equities, both long and short. Since inception returns are calculated from the first full calendar month following the Fund’s inception. Quarterly returns, if shown, are estimates and subject to change.

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The Chicago Board of Options Exchange (CBOE) Volatility Index® (VIX®) shows the market’s expectation of 30-day volatility. It is constructed using the implied volatilities of a wide range of S&P 500® index options and is a widely used measure of market risk and is often referred to as the “investor fear” gauge. The VIX® volatility methodology is the property of CBOE, which is not affiliated with Janus Henderson.

**Intraday Value,** also called **Intraday Indicative Value (IV) or Indicative Optimized Portfolio Value (IOPV),** is a real-time estimate of an ETF’s fair value, based on the most recent prices of its underlying securities.

**Transparency** refers to the extent to which investors have ready access to any required financial information about a company such as price levels, market depth and audited financial reports. **Liquidity** is defined as the number of shares traded of the stock or ETF on a daily basis. **Beta** measures the volatility of a security or portfolio relative to an index. Less than one means lower volatility than the index; more than one means greater volatility.

**Correlation** measures the degree to which two variables move in relation to each other. A value of 1.0 implies movement in parallel, -1.0 implies movement in opposite directions, and 0.0 implies no relationship. **Sharpe Ratio** measures risk-adjusted performance using excess returns versus the “risk-free” rate and the volatility of those returns. A higher ratio means better return per unit of risk.

**Standard Deviation** measures historical volatility. Higher standard deviation implies greater volatility.

Please consider the charges, risks, expenses and investment objectives carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, please call Janus Henderson at 800.668.0434 or download the file from janushenderson.com/info. Read it carefully before you invest or send money.

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