

**Investment Objective** ■

High level of current tax-exempt income and higher risk-adjusted returns relative to its benchmark.

**Fund Strategy** ■

The ETF typically invests in municipal securities and will invest, under normal market conditions, primarily in tax-exempt general obligation, revenue and private activity bonds and notes, which are issued by or on behalf of states, territories or possessions of the U.S. and the District of Columbia and their political subdivisions, agencies and instrumentalities.

**Investment Style** ■

The McDonnell municipal bond team adheres to a time-tested, total return investment philosophy. The investment team seeks to reduce the Fund's exposure to interest rate risk by limiting dependence on market timing by controlling the interest rate sensitivity (i.e. duration) of the portfolio relative to the benchmark—the Barclays 3-15 Year Municipal Bond index.

McDonnell employs a conservative approach to actively managed fixed income portfolios. The investment team seeks to outperform the Fund's stated risk tolerance/benchmark by identifying opportunities among states, sectors, securities, and exploiting the changing shape of the yield curve. Fundamental credit analysis is an integral part of the portfolio strategy. Credit analysts and portfolio managers participate in regular discussions of trends and opportunities in making state, sector, yield curve and security selection decisions.

**Fund Data** ■

Cusip	384742 706
Fund Trading Symbol	GMMB
Inception Date	1/29/10
IOPV <sup>†</sup> Symbol	GMMB.IV
Benchmark	Barclays 3-15 Year National Municipal Bond Index*
Stock Exchange	NYSE Arca
Net Expense Ratio	0.35%
Total Expense Ratio	<b>0.58%</b>
Regional Allocation	100% United States

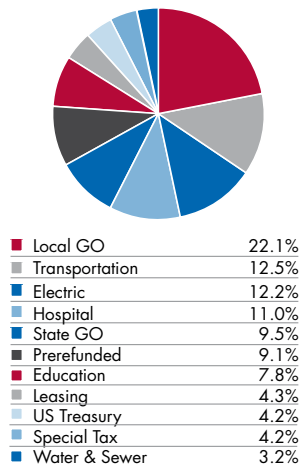
<sup>†</sup>IOPV, or Indicative Optimized Portfolio Value: A calculation disseminated by the stock exchange that approximates the Fund's NAV every 15 seconds throughout the trading day.

<sup>^</sup>Holdings are subject to change.

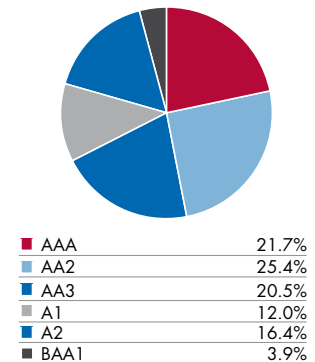
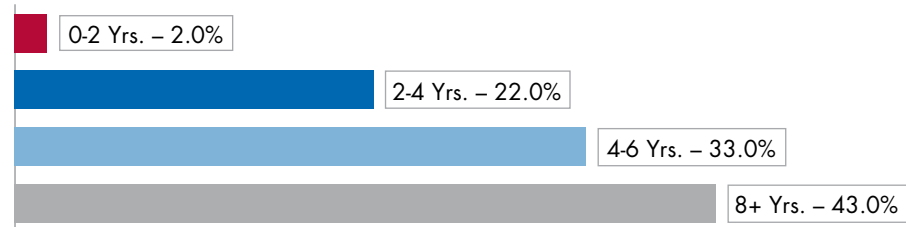
Daily holdings are available at [www.grailadvisors.com](http://www.grailadvisors.com).

**Sector Breakdown\*\*** ■

As of January 28, 2010

**Quality Breakdown\*\*** ■

As of January 28, 2010

**Duration Breakdown** ■**Statistics** ■

Average Quality	AA
Average Effective Duration (yrs):	6.5
Average Maturity (yrs):	8.3
Average Coupon:	5.0%
Average Yield to Maturity:	3.0%

**Top Ten Holdings\*\*^** ■

Massachusetts St GO Bds Ref GO GO Bds	4.8%
Chemeketa Ore Cmnty College Dist	4.7%
Hawaii St Ref-Ser Db	4.6%
New York St Twy Auth St Pers Income Tax Rev Transn-Ser a	4.6%
New York N Y Ser C	4.6%
Ips Multi-Sch Bldg Corp Ind First Mtg	4.6%
North Slope Boro Alaska Ser a	4.5%
Massachusetts St GO Bds 2002E GO Bds	4.5%
Harris Cnty Tex Series C	4.4%
Massachusetts St Dev Fin Agy Rev College Holy Cross-B	4.4%

**About Grail Advisors LLC ■**

Grail Advisors LLC ("Grail") is an innovator in the creation and distribution of actively managed Exchange Traded Funds. Grail partners with established asset managers to design and deliver actively managed ETFs using fully disclosed active portfolio management to the global investment community. More information is available at [www.grailadvisors.com](http://www.grailadvisors.com).

**About McDonnell Investment Management, LLC ■**

McDonnell Investment Management, LLC ("McDonnell") is an independent registered investment adviser providing customized investment management services for institutions, private clients, mutual fund companies and private investment funds. The firm specializes in fixed income investment management, offering both investment grade taxable and tax-exempt strategies and below investment grade strategies using separate accounts, structured products and other private investment vehicles. McDonnell is 100% employee owned and its interests are directly aligned with client satisfaction. The firm places strong emphasis on credit research and risk management, utilizing an integrated investment team approach and a progressive technology platform.

**Disclosure**

*An investor should consider investment objectives, risks, charges and expenses carefully before investing. The Prospectus contains this and other information. For more complete information about the Grail McDonnell Intermediate Municipal Bond ETF or to obtain a Prospectus, call 415-677-5870 or visit [www.grailadvisors.com](http://www.grailadvisors.com). Please read the Prospectus carefully before investing.*

**Grail McDonnell Intermediate Municipal Bond ETF is subject to market risk and potential loss of the principal amount invested.**

*\* Barclays Capital 3-15 Year Blend Municipal Bond Index, an unmanaged index, is a market value-weighted index of investment grade fixed-rate municipal bonds with maturities of 2-17 years. The index is frequently used as a general performance measure of tax-exempt bonds with intermediate maturities. The index reflects reinvestment of all distributions and changes in market prices. You cannot invest directly in an index.*

*\*\* Source: Investortools, Inc.*

*The Fund is new and has limited operating history.*

*Grail McDonnell Intermediate Municipal Bond ETF is distributed by ALPS Distributors, Inc.*

*ALPS is not affiliated with McDonnell Investment Management.*

*Rates may fluctuate daily. The exact characteristics and security selection of a portfolio designed to meet a client's specific investment objectives will change and could be materially different depending on prevailing economic or market conditions at the time of implementation. The characteristics set forth do not reflect the deduction of advisory fees, transaction costs, and other expenses that a client would pay. Further they will be impacted by the reinvestment of dividends, market value changes, and/or other earnings.*

*The securities listed do not represent either investment advice or legal opinions. There is no assurance that any securities discussed herein will remain in an account's portfolio at the time a client receives this report. It should not be assumed that any of the securities transactions or holdings discussed were or will prove to be profitable. Any securities listed herein are not intended to reflect past specific recommendations or investment decisions of McDonnell.*

*Shares are not individually redeemable. Investors buy and sell shares on a secondary market. Only market makers or "authorized participants" may trade directly with the Fund(s), typically in blocks of 50,000 shares.*

*There are risks involved with investing including possible loss of principal. The ETFs will be actively managed and the Shares may trade above or below their net asset value. The trading price of Shares may deviate significantly from net asset value during periods of market volatility. Shares will not be FDIC insured, may lose value and will have no bank guarantee.*

*The views expressed by McDonnell Investment Management are as of the date of compilation of this information, and are subject to change without notice. There are no assurances that any predicted results discussed herein will actually occur.*

**Definitions**

*Aa: Bonds which are rated Aa are judged to be of high quality by all standards.*

*A: Bonds which are rated A possess many favorable investment attributes and are considered as upper-medium-grade obligations.*

*AGY: The "U.S. Government Agency" (AGY) securities. AGY Securities are backed by the full faith and credit of the U.S. Government, either directly or through a U.S. Government Agency.*

*Baa Bonds: Bonds which are rated Baa are considered as medium-grade obligations (i.e., they are neither highly protected nor poorly secured).*

*TSY: United States Treasury Bond. The TSY Bond is issued by the U.S. government and backed by its full faith and credit.*