

FlexShares ESG & Climate Developed Markets ex-US Core Index Fund

FEDM

ALL DATA AS OF MARCH 31, 2025

INVESTMENT OBJECTIVE

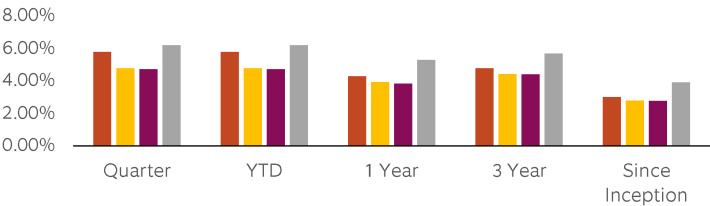
The Fund seeks investment results that correspond generally to the price and yield performance, before fees and expenses, of the Northern Trust ESG & Climate Developed Markets ex-US Core IndexSM (the “Underlying Index”).

INVESTMENT APPROACH

The Northern Trust ESG & Climate Developed Markets ex-US Core Index is designed to construct a universe of large and mid-capitalization companies, from Developed Market countries (excluding the United States), that possess environmental, social, and governance (ESG) characteristics.

INVESTMENT PERFORMANCE% — As of March 31, 2025

- FlexShares ESG & Climate Developed Markets ex-US Core Index Fund (Market Return)
- FlexShares ESG & Climate Developed Markets ex-US Core Index Fund (NAV Price)
- Northern Trust ESG & Climate Developed Markets ex-US Core Index Return
- MSCI World ex-US Index Return



Average Annual Returns					
Market Return	5.80	5.80	4.29	4.79	3.02
NAV Return	4.79	4.79	3.95	4.43	2.81
Index	4.74	4.74	3.85	4.42	2.78
MSCI World ex-US Index	6.20	6.20	5.30	5.69	3.93

Index performance returns do not reflect any fees, transaction costs, expenses or taxes.

Performance is historical and does not guarantee future results. Current performance may be lower or higher than quoted investment returns and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Performance data for the latest month end is available at <https://www.flexshares.com/us/en/individual/funds>. It is not possible to invest directly in an index.

FlexShares shares are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Total Returns are calculated using the daily 4:00 pm EST Net Asset Value. Beginning July 1, 2024, market price performance is determined using the closing price on the primary exchange. Prior to July 1, 2024, market price performance was determined using the bid/ask midpoint at 4:00pm EST, when the NAV is typically calculated. Market price returns do not represent the returns you would receive if you traded shares at other times.

MSCI AC World ex USA Index captures large and mid-cap representation across 22 of 23 Developed Markets (DM) countries excluding the United States.

30-Day SEC Subsidized Yield reflects the dividends and interest earned during the period, after the deduction of the fund's expenses. This is also referred to as the "standardized yield."

30-Day SEC Unsubsidized Yield does not reflect fee waivers in effect.

FUND OVERVIEW

	Fund
Ticker	FEDM
Inception	09/20/2021
CUSIP	33939L597
Exchange	NYSE Arca
Net Assets	\$50,335,726
No. of Holdings	238
Gross Expense Ratio	0.14
Net Expense Ratio	0.12

FUND CHARACTERISTICS

	Fund
Weighted Average Beta	1.02
SEC Subsidized Yield	2.94%
SEC Unsubsidized Yield	2.94%

Northern Trust Investments, Inc. ("NTI" or the "Adviser") has contractually agreed to reimburse certain expenses (other than Acquired Fund Fees and Expenses) to the extent the "Total Annual Fund Operating Expenses" exceed 0.32% until March 1, 2026. NTI also has contractually agreed until March 1, 2026 to waive a portion of its Management Fees and/or reimburse certain expenses in an amount equal to the Acquired Fund Fees and Expenses attributable to the Fund's investments in the Underlying Fund(s). Performance would have been lower without fee waivers and expense reimbursements in effect.

Performance would have been lower without fee waivers and expense reimbursements in effect. Fee waivers and/or expense reimbursements, including voluntary fee waivers and/or reimbursements, were in place for some or all periods shown, without which, fund performance would have been lower. Any such voluntary expense reimbursement or fee waiver could be decreased or discontinued at any time.

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TOP FUND HOLDINGS (%)

SAP	2.17
SHELL	1.63
ALLIANZ	1.62
NOVO NORDISK A/S DKK	1.53
ASML HOLDING	1.52
COMMONWEALTH BANK OF AUSTRALIA	1.52
NESTLE	1.46
ASTRAZENECA	1.45
MSCI EAFE EQUITY INDEX INDEX	1.43
ROYAL BANK OF CANADA	1.40
Total	15.72

SECTOR (%)

Financials	24.99
Industrials	16.20
Health Care	11.24
Consumer Discretionary	9.68
Information Technology	8.30
Consumer Staples	7.30
Materials	5.81
Energy	5.21
Communication Services	4.24
Utilities	2.90
Other	4.13

MARKET CAP (%)

Large-Cap	97.50
Mid-Cap	0.15
Cash and/or Derivatives	2.35

STYLE (%)

Value	27.50
Core	46.07
Growth	26.43

COUNTRY (%)

Japan	18.73
United Kingdom	12.77
France	11.05
Canada	10.64
Germany	10.40
Switzerland	7.64
Australia	5.86
Netherlands	4.47
Spain	4.06
Denmark	2.77
Other	11.61

Holdings are subject to change without notice.

Sectors may include many industries and weights are subject to change without notice.

Country allocations subject to change without notice.

Percentages for some of the tables on this page may not total 100 due to rounding.



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IMPORTANT INFORMATION

ESG Investing is defined as utilizing environmental, social, and governance (ESG) criteria as a set of standards for a company's operations that socially conscious investors use to screen potential investments.

Weighted Average Beta is calculated by taking the weight of the stock, which is the amount of money invested in the stock, divided by the total amount invested. Calculating the weighted average beta of a portfolio allows you to potentially measure the overall risk of your portfolio.

Before investing, carefully read the fund prospectus and consider the investment objectives, risks, charges and expenses. This and more complete information about the fund is in the prospectus and a summary prospectus, copies of which may be obtained by visiting www.flexshares.com. Read the prospectus carefully before you invest.

Foreside Fund Services, LLC, distributor. FlexShares and Foreside are not related.

An investment in FlexShares is subject to numerous risks, including possible loss of principal.

FlexShares ESG & Climate Developed Markets ex-US Core Index Fund (FEDM) is a passively managed fund that invests in developed market equities and use a representative sampling strategy to track its underlying index. Use of a representative sampling strategy creates **Tracking Risk** where the Fund's performance could vary substantially from the performance of the underlying index along with the risk of high portfolio turnover.

All data provided by: Northern Trust, J.P. Morgan, Rimes, Morningstar and Refinitiv.

As with any investment, you could lose all or part of your investment in a FlexShares ETF, and the ETF's performance could trail that of other investments. An ETF is subject to certain risks, including the principal risks noted below, any of which may adversely affect the ETF's net asset value ("NAV"), trading price, yield, total return and ability to meet its investment objective.

For more complete information on the Fund's Principal Risks, please read the prospectus and summary prospectus, including all principal risk information such as: **Geographic Risk (Japan and UK Investment Risk) Depository Receipts Risk, Equity Securities Risk, Mid-Cap Stock Risk, Concentration Risk** and other principal risks. Copies of the prospectus and summary prospectus may be obtained by visiting www.flexshares.com. Read the prospectus carefully before you invest.

ESG Investment Risk is the risk that because the Index Provider includes and excludes issuers and assigns weights to issuers in the Underlying Index by applying non-financial factors, the Fund may underperform the broader equity market or other funds that do or do not use ESG investment criteria. There is no assurance that the Underlying Index or Fund will be comprised of such securities or that companies that have historically exhibited such characteristics will continue to exhibit such characteristics. **Foreign Securities Risk** is the risk that investing in foreign (non-U.S.) securities may result in the Fund experiencing more rapid and extreme changes in value than a fund that invests exclusively in securities of U.S. companies, due to less liquid markets and adverse economic, political, diplomatic, financial, and regulatory factors. **Authorized Participant Concentration Risk** is the risk that the Fund may be adversely affected because it has a limited number of institutions that act as authorized participants. **Market Trading Risk** is the risk that the Fund faces because its shares are listed on a securities exchange, including the potential lack of an active market for Fund shares, losses from trading in secondary markets, periods of high volatility and disruption in the creation/redemption process of the Fund. ANY OF THESE FACTORS MAY LEAD TO THE FUND'S SHARES TRADING AT A PREMIUM OR DISCOUNT TO NAV.

