

FlexShares FlexShares Morningstar Global Upstream Natural Resources Index Fund (GUNR)

FLEXSHARES EXCHANGE TRADED FUNDS

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The FlexShares Morningstar Global Upstream Natural Resources Index Fund— or GUNR — is an ETF that seeks to provide investors the portfolio and income diversification potential of an expanded definition of global real assets.

The index that GUNR utilizes is built through a multi-step process.

First, Morningstar defines the Investible Universe. Only companies that are members of the Morningstar Global ex-US index and the Morningstar US Market Index and are defined by Morningstar as a member of one of five key upstream industries: Energy, Metals, Agriculture, Timber, or Water, are used. There are also set requirements on three-month daily trading volume and market capitalization based on industry type.

Next, they assign stocks to categories corresponding to those five upstream industries. They apply priority weighting based on each stock's Morningstar Industry classification to ensure they are targeting certain types of resources within each category.

Finally, they Target Exposure, building the index with set percentages of exposure in each of these upstream industries. They then apply a set of constraints, including maximum exposure to Emerging Markets securities, US securities, and individual securities.

To learn more about the FlexShares Morningstar Global Upstream Natural Resources Index Fund, visit [FlexShares.com/funds/GUNR](https://www.flexshares.com/funds/GUNR)

Investing involves risk including possible loss of principal. FlexShares Morningstar® Global Upstream Natural Resources Index Fund (GUNR) is a passively managed, non-diversified fund that invests in global developed or emerging market (including the U.S.) securities. Foreign and emerging market securities may involve certain risks such as currency volatility, political and social instability and reduced market liquidity. The Fund is subject to global natural resource industry and may also invest in derivative instruments. The Fund may be subject to concentration risk of securities in a particular industry or group of industries. Please read the Fund's prospectus for specific details regarding the Fund's risk profile.

Carefully consider the Fund's investment objectives, risks, charges, expenses before investing. A prospectus is available at www.flexshares.com; read it carefully before investing.

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