

Morningstar® Emerging Markets Factor Tilt Index

The above index is the underlying index for the FlexShares Morningstar Emerging Markets Factor Tilt Index Fund (TLTE), and is designed to reflect the experience of investing in the emerging equity markets, while reducing the risk of over concentration in large-cap stocks and pursuing the excess return potential from the value and small size factors.



Define and Divide the Universe by Capitalization

Define the Emerging Markets Investable Universe

Define Universe by Market Cap

Large Cap

70%

Largest stocks equaling 70% of the universe

Mid Cap

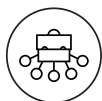
20%

Next largest stocks equaling 20% of the universe

Small Cap

7%

Next largest stocks equaling 7% of the universe



Assign Value Orientation

Assign value score based on:



Price / Book



Price / Earnings



Price / Cash Flow



Price / Sales



Dividend Yield

Divide securities, approximately by thirds, into:

Value

Core

Growth

categories based on value scores



Apply Factor Tilt Process

Divide stocks into 9 style boxes

	Value (V)	Core (C)	Growth (G)
Large Cap (L)	LV	LC	LG
Mid Cap (M)	MV	MC	MG
Small Cap (S)	SV	SC	SG

Weight is reallocated from large cap and growth style boxes to small and value

Rebalanced on a Quarterly Basis

MAR

JUN

SEP

DEC

To learn more about FlexShares, contact our team at 1-855-FlexETF (1-855-353-9383) or visit our website, www.flexshares.com.

Before investing, carefully consider the FlexShares investment objectives, risks, charges and expenses. This and other information 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.

Please see back for additional important information.



An investment in the FlexShares Morningstar® Emerging Markets Factor Tilt Index Fund (TLTE) and FlexShares® Currency Hedged Morningstar® EM Factor Tilt Index Fund (TLEH) are subject to numerous risks including loss of principal. The funds are passively managed and use a representative sampling strategy to track their 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. Highlighted risks: concentration (may invest 25% or more of assets in a single industry/sector); currency (foreign currencies may fluctuate in value relative to the U.S. dollar, adversely affecting the Fund's investments); emerging markets (countries potentially less liquid and subject to greater volatility); foreign securities (TLTE typically invests at least 80% of assets in ADRs and GDRs); small cap stock (smaller-company stock may be subject to more abrupt/erratic market movement than larger companies); value investing (possibility that an investment in companies whose securities are believed to be undervalued may not appreciate in value as anticipated). Investments in foreign market securities involve certain risks such as currency volatility, political and social instability and reduced market liquidity. To the extent that the Funds invest in Emerging markets, those investments may be subject to increased price volatility and may be more susceptible to adverse economic, market, political or regulatory occurrences affecting that country, market, industry, sector or asset class. Highlighted risks for TLEH include the above plus the fund is subject to commodity exposure risk, the risk of investing in economies that are susceptible to fluctuations in certain commodity markets. The Funds enter into foreign currency forward contracts designed to offset the Funds' currency exposure of non-U.S. dollar denominated securities included in the Underlying Indices against the U.S. dollar, which may not be successful.

The Morningstar® Emerging Markets Factor Tilt Index and the Morningstar® Emerging Markets Factor Tilt Hedged Index are the intellectual property (including registered trademarks) of Morningstar® and/or its licensors ("Licensors"), which is used under license. The securities based on the Index are in no way sponsored, endorsed, sold or promoted by Morningstar® and its Licensors and neither of the Licensors shall have any liability with respect thereto.