

# FlexShares Credit-Scored US Long Corporate Bond Index Fund (LKOR)

FlexShares Credit-Scored US Long Corporate Bond Index Fund seeks to provide investors the investment benefits of longer maturity corporate bonds while offering a contemporary credit evaluation process with improved liquidity.

## STEP ONE



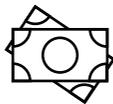
### Refine the Corporate Bond Universe



Investment-grade bonds



Maturity of 10 years or greater



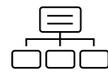
\$500 million or more per outstanding principal

## STEP TWO



### Determine Issuer Credit Score

#### Inputs:



Management Efficiency



Profitability



Solvency

## STEP THREE



### Proprietary Optimization

#### Optimize Based On:



Maximize Credit Score

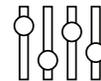


Spread (Option Adjusted Spread\* similar to the universe)



Duration\*\* (Effective Duration similar to the universe)

#### Includes Controls:



Maximum single security overweight / underweight (2x)

Minimum constituent weight constraint (0.01%)

Minimum absolute turnover constraint (0.01%)

Credit-Score constraint (removes lowest quintile of non-financial bonds)

Issuer maximum (8% or less)

Maximum sector overweight / underweight (+/-10%)

*Reconstituted Monthly*

To learn more about FlexShares, contact our team at 1-855-FlexETF (1-855-353-9383) or visit our website, [www.flexshares.com](http://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](http://www.flexshares.com). Read the prospectus carefully before you invest.**

**Foreside Fund Services, LLC, distributor.**

Please see back for additional important information.



*\*Option Adjusted Spread: Option Adjusted Spread is the yield spread which has to be added to a benchmark yield curve to discount a security's payments to match its market price.*

*\*\*Duration: Duration is a measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates.*

An investment in FlexShares is subject to numerous risks, including possible loss of principal. Fund returns may not match the return of the respective indexes. A full description of risks is in the prospectus.

FlexShares Credit-Scored US Long Corporate Bond Index Fund (LKOR) is passively managed and uses 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. It is subject corporate bond risk, which is the risk that the issuer is unable to meet principal and interest rate payments on the obligation and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of credit worthiness of and general market liquidity. When interest rates rise, the value of corporate debt can be expected to decline. The Fund may invest in derivative instruments. Changes in the value of the derivative may not correlate with the underlying asset, rate or index and the Fund could lose more than the principal amount invested. The Fund is also non-diversified meaning the Fund performance may depend on the performance of a small number of issuers because the Fund may invest a large percentage of assets in securities issued by or representing a small number of issuers.