

LOCALSHARES INVESTMENT TRUST
Supplement, dated January 12, 2018, to
PROSPECTUS AND STATEMENT OF ADDITIONAL INFORMATION,
EACH DATED AUGUST 28, 2017
(and amended and supplemented to date)

On January 12, 2018, the Board of Directors (the “Board”) of LocalShares Investment Trust (the “Trust”), authorized an orderly liquidation of Nashville Area ETF (the “Fund”), a series of the Trust. The Board determined that closing and liquidating the Fund was in the best interests of the Fund and its shareholders.

The Fund will close to new investment after January 12, 2018, and will begin the process of closing down and liquidating its portfolio (the “Liquidating Period”). During the Liquidating Period, the Fund will no longer pursue its investment objectives and strategies. Accordingly, during the Liquidating Period, the Fund will sell all of its assets and hold only cash.

The Fund will discontinue trading on the NYSE Arca, Inc., effective at the close of trading on February 9, 2018. The NYSE Arca will suspend trading in the Fund before the open of trading on February 12, 2018. The effective date of the Fund’s liquidation will be on or before February 16, 2018, or such other later date as shall be specified by an officer of the Trust. Shareholders of record in the Fund at the time of liquidation will receive cash distribution equal to the net asset value of their shares as of February 16, 2018, which distribution will include any capital gains and dividends as of such date.

Shareholders may sell their holdings prior to the end of the trading day on February 9, 2018, incurring a transaction fee from their broker-dealer.

Shareholders can call (855) 480-6274 for additional information.

PLEASE RETAIN THIS SUPPLEMENT FOR FUTURE REFERENCE.



LocalShares Investment Trust Prospectus

August 28, 2017

Nashville Area ETF

Listing Exchange: NYSE Arca, Inc.

Ticker: NASH

The Securities and Exchange Commission (“SEC”) has not approved or disapproved these securities or passed upon the adequacy of this Prospectus. Any representation to the contrary is a criminal offense.

LOCALSHARES INVESTMENT TRUST

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INVESTMENT PRODUCTS: ■ ARE NOT FDIC INSURED ■ MAY LOSE VALUE ■ ARE NOT BANK GUARANTEED

NASHVILLE AREA ETF

Investment Objective

The Nashville Area ETF (the “Fund”) seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of the LocalShares Nashville Index.

Fees and Expenses of the Fund

The following table describes the fees and expenses you may pay if you buy and hold shares of the Fund.

| | |
|---|------|
| Shareholder Fees (fees paid directly from your investment) | None |
|---|------|

Annual Fund Operating Expenses

(expenses that you pay each year as a percentage of the value of your investment)

| | |
|--|--------------|
| Management Fees | 0.65% |
| Distribution and/or Service (12b-1) Fees | None |
| Other Expenses | 0.00% |
| Total Annual Operating Expenses | 0.65% |
| Fee Waiver and/or Expense Reimbursement¹ | 0.16% |
| Total Annual Operating Expenses After Fee Waiver | 0.49% |

¹ The Fund’s investment adviser, LocalShares Investments, LLC (“LocalShares” or the “Adviser”), has agreed to waive fees and expenses so that the Fund’s Total Annual Operating Expenses will not exceed 0.49%. This fee waiver will remain in effect through September 30, 2017, and may be extended thereafter by the Adviser in its sole discretion.

Example

This Example is intended to help you compare the cost of investing in the Fund with the cost of investing in other mutual funds. The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then sell all of your shares at the end of those periods. The Example also assumes that your investment has a 5% return each year and that the Fund’s operating expenses remain the same. You may pay brokerage expenses on the purchase and sale of shares of the Fund. These brokerage commissions are not reflected in the Example. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

| 1 Year | 3 Years | 5 Years | 10 Years |
|---------------|----------------|----------------|-----------------|
| \$50 | \$192 | \$346 | \$795 |

Portfolio Turnover

The Fund pays transaction costs, such as commissions, when it buys and sells securities (or “turns over” its portfolio). A higher portfolio turnover rate may indicate higher transaction costs and may result in higher taxes when Fund shares are held in a taxable account. These costs, which are not reflected in annual fund operating expenses or in the example, affect the Fund’s performance. During the most recent fiscal year, the Fund’s portfolio turnover rate was 46% of the average value of its portfolio.

Principal Investment Strategies of the Fund

The Fund normally invests at least 90% of its total assets (exclusive of collateral held from securities lending) in securities that comprise the LocalShares Nashville Index. The LocalShares Nashville Index is comprised of publicly traded U.S. companies that have corporate headquarters in the Nashville, Tennessee region and that meet certain requirements regarding capitalization, trading volume and price levels. More specifically, the LocalShares Nashville Index is comprised of equity securities that meet the following eligibility requirements for inclusion within the LocalShares Nashville Index:

1. Listing on the NYSE, NYSE MKT or NASDAQ Global Select Market;
2. Corporate headquarters based in the Nashville, Tennessee region, which is defined as Davidson county (the county where Nashville is located) and all counties contiguous to Davidson county (*i.e.*, Robertson, Sumner, Wilson, Rutherford, Williamson, and Cheatham counties);
3. Market capitalization of at least \$100 million during the 25 days preceding the screening date; and
4. Average daily volume of stock traded exceeding 50,000 shares for the preceding three months.

“Equity securities may include, among other instruments, common stocks, interests in real estate investments trusts (“REITs”) and master limited partnerships (“MLP”) units.

Solactive AG is the index provider for the Fund (the “Index Provider”). The Index Provider develops, calculates, and maintains its own proprietary indices and serves as the calculation agent for third-party indices. The Adviser has entered into a license agreement with the Index Provider to use the LocalShares Nashville Index. The Fund is entitled to use the LocalShares Nashville Index pursuant to a sub-licensing arrangement with the Adviser.

The LocalShares Nashville Index is weighted on several factors, including relative growth, liquidity, low volatility, momentum, return, valuation, and yield. Additional information about the LocalShares Nashville Index, including the components and weightings, as well as the rules that govern inclusion and weighting, is available at www.solactive.com by clicking on the “Equity Indexing” link at the top of the page, then clicking on the “Custom Indices” link on the left hand column, and then scrolling down the alphabetical listings to the “LocalShares Nashville Index” link. The index rules can then be accessed under “Documents” at the bottom of the page by clicking the “Guideline” link.

The Fund employs a “passive management” or indexing investment approach designed to approximate the investment performance of the LocalShares Nashville Index by investing in a portfolio of securities that generally replicates the LocalShares Nashville Index. The Fund attempts to invest all, or substantially all, of its assets in the stocks that make up the LocalShares Nashville Index in approximately the same proportions as the index. The Fund will concentrate its investments (*i.e.*, invest more than 25% of the value of its net assets)

in securities of issuers in any one industry or group of industries only to the extent that the LocalShares Nashville Index reflects a concentration in that industry or group of industries. The Fund will not otherwise concentrate its investments in securities of issuers in any one industry or group of industries.

LocalShares expects that, over time, the correlation between the Fund's performance and that of the LocalShares Nashville Index, before fees and expenses, will be 95% or better. A figure of 100% would indicate perfect correlation.

Principal Risks of Investing in the Fund

Investors can lose money on an investment in the Fund. The Fund is subject to the risks described below. Some or all of these risks may adversely affect the Fund's net asset value ("NAV"), trading price, yield, total return and/or ability to meet its objectives. For more information about the risks of investing in the Fund, see the section in this Prospectus, titled "*Additional Information about the Fund's Investment Strategies and Risks.*"

- **Fund Size Risk** – As a relatively new and small fund, there can be no assurance that the Fund will grow to or maintain an economically viable size, in which case it may experience greater "tracking error" to the LocalShares Nashville Index (*i.e.*, the measure of how closely the Fund's performance tracks that of the LocalShares Nashville Index) than it otherwise would at higher asset levels, or it could ultimately liquidate, which could trigger tax consequences for investors.
- **Investment Risk** – Investors in the Fund could lose money, including the possible loss of the entire principal amount of an investment.
- **Passive Investment Risk** – The Fund holds the same stocks, in approximately the same proportions, as the stocks of the LocalShares Nashville Index. The Fund is not actively managed and LocalShares does not attempt to outperform the LocalShares Nashville Index or take defensive positions under any market conditions, including declining markets. As a result, the Fund's performance may be adversely affected by a decline in the securities that comprise the LocalShares Nashville Index.
- **Lack of Diversification Risk** – The Fund may invest more of its assets in the securities of a single issuer or a smaller number of issuers than if it were classified as a diversified fund. As a result, the Fund may be more exposed to the risks associated with and developments affecting an individual issuer or a small number of issuers than a fund that invests more widely, which may have a greater impact on the Fund's volatility and performance.
- **Geographic Concentration Risk** – Because the Fund will invest substantially all of its assets in the securities of companies that have their corporate headquarters located in the Nashville, Tennessee region, the Fund may be impacted by events or conditions affecting the region to a greater extent than a fund that did not focus its investments in that manner.
- **Healthcare Sector Risk** – Due to the concentration of the healthcare industry in middle Tennessee, the Fund is expected to invest a relatively large percentage of its assets in the healthcare sector, and therefore the performance of the Fund will be impacted by events affecting this sector.
- **REIT Risk** – Investing in REITs involves risks of investing in real estate, including difficulties in valuing and trading real estate, declines in the values of real estate, risks related to general and local economic conditions, adverse changes in the climate for real estate, environmental liability

risks, increases in property taxes, capital expenditures and operating expenses, changes in zoning laws, casualty or condemnation losses, limitations on rents, changes in neighborhood values, the appeal of properties to tenants and increases in interest rates.

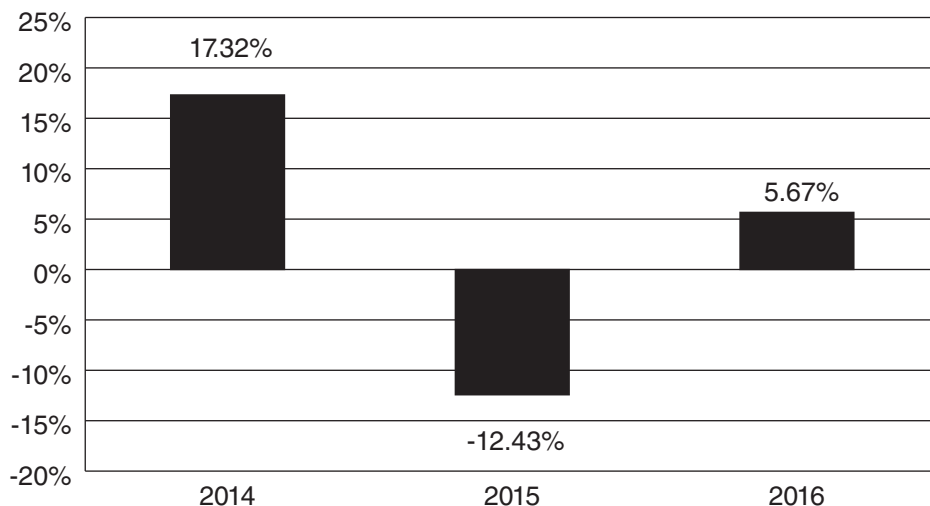
- **Consumer Discretionary Sector Risk** – Companies engaged in the consumer discretionary sector are affected by fluctuations in supply and demand and changes in consumer preferences. Changes in consumer spending as a result of world events, political and economic conditions, commodity price volatility, changes in exchange rates, imposition of import controls, increased competition, depletion of resources and labor relations also may adversely affect these companies. Additionally, changes in demographics and consumer tastes can also affect the demand for, and success of, consumer products and services in the marketplace.
- **Small-Capitalization Investing** – The Fund is expected to invest a relatively large percentage of its assets in the securities of small-capitalization companies. The securities of small-capitalization companies may be less mature compared to larger companies and the value of such securities may be more volatile than those of larger issuers.
- **Market Risk** –The Fund’s NAV and market price will fluctuate within a wide range in response to a variety of factors. As a result, an investor could lose money over short or even long periods.
- **Shares of the Fund May Trade at Prices Other Than NAV** – There may be times when the market price of shares and the NAV of the Fund vary significantly. Thus, an investor may pay more than NAV for shares in the secondary market, and may sell for less than NAV.
- **Market Price Risk** – The Fund cannot predict, and does not control, whether or when the Fund’s shares will trade at a premium or a discount to NAV, it is likely that in times of market disruption, including when there is a lack of liquidity in the Fund’s shares, the bid-asked spread, (the difference in price between the highest price that a buyer is willing to pay for an asset (“bid-price”) and the lowest price for which a seller is willing to sell it, (“ask-price”) the “bid-ask spread”), will increase significantly and the Fund shares would most likely be traded at a discount to the Fund’s NAV.
- **Secondary Market Risk** – An active secondary market for the Fund’s shares may not exist, which could negatively impact the market price of the Fund’s shares.
- **The Fund’s Shares Are Not Individually Redeemable** – Fund shares can be redeemed with the Fund directly at NAV only in large lots of 50,000 shares known as “Creation Units.”
- **Issuer-Specific Risk** – Changes in the financial condition of an issuer or counterparty, changes in specific economic or political conditions that affect a particular type of security or issuer, and changes in general economic or political conditions have a negative impact on the value of the Fund.
- **Lack of Governmental Insurance or Guarantee** – An investment in the Fund is not a bank deposit, and it is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.
- **Non-Correlation Risk** – As with all index funds, the performance of the Fund and the LocalShares Nashville Index may vary due to the Fund’s operating expenses and portfolio transaction costs and tracking error.

- **Change of Control Risk** – LocalShares, LLC, the parent and sole owner of the Adviser, has entered into a letter of intent for the sale of all of its outstanding units of membership interest to an unrelated third party. The proposed sale transaction is expected to close on or before August 31, 2017 and business operations are planned to continue subsequent to the closing of the sale transaction.

Performance Information

The performance bar chart and total return table below provide some indication of the risks of investing in the Fund by comparing the Fund's performance with a broad measure of market performance. The bar chart shows the performance of the Fund for each full calendar year since the Fund commenced operations. The table shows how the Fund's average annual returns for one year and since inception compared with those of the LocalShares Nashville Index and a broad measure of market performance. **The Fund's past performance (before and after taxes) does not indicate how the Fund will perform in the future.** Updated performance information for the Fund is available at www.nashvilleareaetf.com.

Annual Return (as of 12/31)



The Fund's year-to-date return was 3.58% as of July 31, 2017. During the period shown in the above table and chart, the Fund's highest quarterly return was 11.06% for the quarter ended December 31, 2014, and its lowest quarterly return was -15.61% for the quarter ended September 30, 2015.

| AVERAGE ANNUAL TOTAL RETURNS | 1 Year | Since Inception (July 31, 2013) |
|---|---------------|--|
| Return Before Taxes | 5.67% | 5.17% |
| Return After Taxes on Distributions | 5.10% | 4.26% |
| Return After Taxes on Distributions and Sale of Fund Shares | 3.47% | 3.82% |
| LocalShares Nashville Index | 4.93% | 5.03% |
| S&P 500 Index | 11.96% | 11.00% |

After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state or local taxes. Your actual after-tax returns will depend on your tax situation and may differ from what is shown here. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future. After-tax returns are not relevant to investors who hold shares of the Fund through tax-deferred arrangements such as individual retirement accounts or 401(k) plans.

Management

LocalShares Investments, LLC is the Fund's investment adviser ("Adviser"). The Adviser is a limited liability company organized under Delaware law. Prior to its conversion to a limited liability company on July 1, 2016, the Adviser operated as a Delaware corporation named LocalShares, Inc.

The Fund's sub-adviser is Decker Wealth Management LLC ("DWM" or the "Sub-Adviser"). Mr. William S. Decker is the managing member of the Sub-Adviser and has been in that role since April 2009. He has been the Fund's portfolio manager since its inception in July 2013.

Buying and Selling Fund Shares

The Fund is an "exchange traded fund" or "ETF," which means that shares of the Fund are not redeemable individually by the Fund. Instead, shares of the Fund are listed on the NYSE Arca, Inc. (the "Listing Exchange") and trade at market prices throughout the trading day. Individual shares of the Fund may only be purchased and sold on a national securities exchange through a broker-dealer. Because Fund shares trade at market prices rather than NAV, shares may trade at a price greater than NAV (premium) or less than NAV (discount).

The Fund issues and redeems shares at NAV only in large blocks of shares ("Creation Units"), which only institutions or large investors may purchase or redeem. Currently, Creation Units consist of 50,000 shares, though this may change from time to time. Creation Units are not expected to consist of less than 25,000 shares. The Fund generally issues and redeems Creation Units in exchange for a portfolio of securities closely approximating the holdings of the Fund and an amount of U.S. cash or cash equivalents.

Tax Information

The Fund intends to make distributions that may be taxed as ordinary income or capital gains.

ADDITIONAL INFORMATION ABOUT THE FUND

Investment Objective

The Fund seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of the LocalShares Nashville Index.

Principal Investment Strategies

Under normal circumstances, the Fund expects to invest at least 90% of its total assets in the component securities of the LocalShares Nashville Index. The Fund generally invests in securities included in, or representative of, the LocalShares Nashville Index, regardless of their investment merits. The Fund is

not actively managed and does not try to outperform the LocalShares Nashville Index and does not seek temporary defensive positions under any market conditions, including when equity markets decline or appear to be overvalued. However, there may be certain market conditions in which the Fund may invest in cash deposits, money market instruments, or treasuries as a temporary defensive position, which may result in the Fund not reaching its investment objective. Furthermore, under various circumstances, it may not be possible or practicable to purchase all of those securities in the same weightings as the LocalShares Nashville Index. In those circumstances, the Fund may purchase a sample of securities in the LocalShares Nashville Index as a whole. There also may be instances in which the Sub-Adviser may choose to (i) overweight another stock in the LocalShares Nashville Index, (ii) purchase securities not contained in the LocalShares Nashville Index that the Sub-Adviser believes are appropriate to substitute for certain securities in the LocalShares Nashville Index, or (iii) utilize various combinations of other available investment techniques, in seeking to track the LocalShares Nashville Index. The Fund may sell securities included in the LocalShares Nashville Index in anticipation of their removal from the Index, or purchase securities not included in the LocalShares Nashville Index in anticipation of their addition to the Index.

Under Investment Company Act of 1940, as amended (“1940 Act”), the Fund must invest at least 80% of its total assets in securities suggested by its name – in this case, securities of companies headquartered in the Nashville, Tennessee region (the “80% investment requirement”). The Fund will meet the 80% investment requirement because the Fund intends to invest at least 90% of its total assets in the securities of companies that are included in the LocalShares Nashville Index in accordance with its principal investment strategies. The Fund’s 80% investment requirement constitutes a non-fundamental policy that the Board of Trustees (the “Board”) of LocalShares Investment Trust (the “Trust”) may change without shareholder approval, upon 60 days’ prior written notice to shareholders. The fundamental and non-fundamental policies of the Fund are set forth in the Fund’s Statement of Additional Information (“SAI”).

Principal Risks of Investing in the Fund

Investors can lose money on an investment in the Fund. The Fund is subject to the risks described below. Some or all of these risks may adversely affect the Fund’s NAV, trading price, yield, total return and/or ability to meet its objectives.

- **Investment Risk** – As with all investments, an investment in the Fund is subject to investment risk. Investors in the Fund could lose money, including the possible loss of the entire principal amount of an investment, over short or even long periods of time.
- **Passive Investment Risk** – The Fund employs a “passive management” or indexing investment approach by tracking the investment of the LocalShares Nashville Index. The Fund uses this replication method as its primary strategy, meaning that it holds the same stocks, in approximately the same proportions, as the stocks of the LocalShares Nashville Index. The Fund invests in the securities included across large-, mid- and small capitalization companies depending upon the composition of the LocalShares Nashville Index. The Fund is not actively managed and may be affected by a general decline in market segments related to the LocalShares Nashville Index. The Fund invests in securities included in, or representative of, the LocalShares Nashville Index, regardless of their investment merits. LocalShares does not attempt to outperform the LocalShares Nashville Index or take defensive positions under any market conditions, including declining markets. As a result, the Fund’s performance may be adversely affected by a general decline in the market segments relating to the LocalShares Nashville Index.

- Fund Size Risk** – The Fund is a relatively new and small fund. While the Shares are listed on the Listing Exchange, there can be no assurance that an active trading market for the Shares will be maintained. As a new fund, there can be no assurance that it will grow to or maintain an economically viable size, in which case it may experience greater tracking error to the LocalShares Nashville Index than it otherwise would at higher asset levels, or it could ultimately liquidate. As of August 10, 2017, the Fund owned assets valued at \$7,735,706.13. The Fund may be liquidated at any time without shareholder approval and at a time that is not favorable for all of its shareholders. Any liquidation will trigger income tax consequences to the Fund’s shareholders. The Fund’s distributor does not maintain a secondary market in the Shares. In addition, the Fund’s Adviser has never operated an investment company such as the Fund.
- Lack of Diversification Risk** – The Fund is considered to be “non-diversified.” A “non-diversified” classification means that the Fund is not limited by the 1940 Act with regard to the percentage of its assets that may be invested in the securities of a single issuer. As a result, the Fund may invest more of its assets in the securities of a single issuer or a smaller number of issuers than if it were classified as a diversified fund. Thus, the Fund may be more exposed to the risks associated with and developments affecting an individual issuer or a small number of issuers than a fund that invests more widely, which may have a greater impact on the Fund’s volatility and performance. However, there are limits on the percentage of any one security the Fund can hold because the LocalShares Nashville Index does not weight the securities of any single issuer at more than twice or less than one-fourth the weighting that would be given to any security if all of the securities that comprise the LocalShares Nashville Index were weighted equally. For example, if there are 20 stocks in the LocalShares Nashville Index (which is currently the minimum number of stocks the index is permitted to have), an equal weighting would be 5% each ($100\%/20 = 5\%$). Accordingly, the maximum percentage of the securities of any single issuer is twice its equal weighting or 10% ($2 \times 5\%$). If the LocalShares Nashville Index has more than 20 component securities, the maximum percentage of the securities of any single issuer will decline below 10%. As of July 31, 2017, the LocalShares Nashville Index consists of the securities of 26 issuers. The LocalShares Nashville Index is weighted on several factors, including relative growth, liquidity, low volatility, momentum, return, valuation, and yield. As of July 31, 2017, the three largest component securities of the LocalShares Nashville Index and their weightings were: Dollar General at 5.93%, Louisiana-Pacific at 5.92% and Tivity Health at 5.38%.
- Geographic Concentration Risk** – Because the Fund will invest substantially all of its assets in the securities of companies that have their corporate headquarters located in the Nashville, Tennessee region, the Fund may be impacted by events or conditions affecting the region to a greater extent than a fund that did not focus its investments in that manner. For example, political and economic conditions and changes in regulatory, tax, or economic policy in Tennessee could significantly affect Nashville’s market. Furthermore, a natural or other disaster could occur in the Nashville, Tennessee region, which could affect the economy or particular business operations of companies in that region.
- Healthcare Sector Risk** – Due to the concentration of the healthcare industry in middle Tennessee, the Fund is expected to invest a relatively large percentage of its assets in the healthcare sector, and therefore the performance of the Fund will be impacted by events affecting this sector. As of July 31, 2017, 40.71% of the LocalShares Nashville Index was comprised of securities of companies in the healthcare sector. This sector can be significantly affected by changes in government regulation including federal healthcare policy, reimbursement, price competition, the availability and cost of capital funds and escalating cost of care. In particular, this sector is subject to risk and uncertainty

related to the enactment and implementation of the Budget Control Act of 2011 and the Patient Protection and Affordable Care Act, as amended by the Health Care and Education Reconciliation Act (collectively, the “Health Reform Law”), the possible enactment of additional federal or state healthcare reforms and possible changes to the Health Reform Law and other federal, state or local laws or regulations affecting the healthcare industry.

- **REIT Risk** – As of July 31, 2017, 14.10% of the LocalShares Nashville Index was comprised of securities of REITs. Investing in REITs involves risks of investing in real estate, including difficulties in valuing and trading real estate, declines in the values of real estate, risks related to general and local economic conditions, adverse changes in the climate for real estate, environmental liability risks, increases in property taxes, capital expenditures and operating expenses, changes in zoning laws, casualty or condemnation losses, limitations on rents, changes in neighborhood values, the appeal of properties to tenants and increases in interest rates. Equity REITs may be affected by any changes in the value of the underlying property owned by the trusts, while mortgage REITs may be affected by the quality of any credit extended.
- **Consumer Discretionary Sector Risk** – Due to the concentration of companies in the consumer discretionary sector in middle Tennessee, the Fund is expected to invest a relatively large percentage of its assets in the consumer discretionary sector and therefore the performance of the Fund will be impacted by events affecting this sector. As of July 31, 2017, 18.36% of the LocalShares Nashville Index was comprised of securities of companies in the consumer discretionary sector. Companies engaged in the consumer discretionary sector are affected by fluctuations in supply and demand and changes in consumer preferences. Changes in consumer spending as a result of world events, political and economic conditions, commodity price volatility, changes in exchange rates, imposition of import controls, increased competition, depletion of resources and labor relations also may adversely affect these companies. Additionally, changes in demographics and consumer tastes can also affect the demand for, and success of, consumer products and services in the marketplace.
- **Small-Capitalization Investing** – The Fund is expected to invest a relatively large percentage of its assets in the securities of small-capitalization companies. The securities of small-capitalization companies may be less mature compared to larger companies and the value of such securities may be more volatile than those of larger issuers.
- **Market Risk** – The trading prices of equity securities and other instruments fluctuate in response to a variety of factors. These factors include events impacting the entire market or specific market segments, such as political, market and economic developments, as well as events that impact specific issuers. The Fund’s NAV and market price will fluctuate within a wide range in response to these and other factors. As a result, an investor could lose money over short or even long periods.
- **Shares of the Fund May Trade at Prices Other Than NAV** – As with all ETFs, Fund shares may be bought and sold in the secondary market at market prices. Although it is expected that the market price of the shares of the Fund will approximate the Fund’s NAV, there may be times when the market price and the NAV vary significantly. Thus, an investor may pay more (or less) than NAV when the investor buys shares of the Fund in the secondary market, and may receive more (or less) than NAV when selling those shares in the secondary market.
- **Market Price Risk** – The market price of the Fund’s shares, like the price of any exchange-traded security, includes a “bid-asked spread” charged by the exchange market maker and other market-makers that cover the particular security. While the Fund cannot predict, and does not control, whether or when the Fund’s shares will trade at a premium or a discount to NAV, it is likely that

in times of market disruption, including when there is a lack of liquidity in the Fund's shares, the bid-asked spread will increase significantly and the Fund shares would most likely be traded at a discount to the Fund's NAV. The Fund's NAV is equal to its total assets, less its liabilities, divided by the number of Fund shares outstanding.

- **Secondary Market Risk** – An active secondary market for the Fund's shares may not exist. Although the Fund's shares are listed on an exchange, subject to notice of issuance, it is possible that an active trading market may not develop or be maintained, which could negatively impact the market price of the Fund's shares.
- **The Fund's Shares Are Not Individually Redeemable** – Fund shares can be redeemed with the Fund directly at NAV only in large lots of 50,000 shares known as "Creation Units."
- **Issuer-Specific Risk** – Changes in the financial condition of an issuer or counterparty, changes in specific economic or political conditions that affect a particular type of security or issuer, and changes in general economic or political conditions can affect a security or instrument's value. The value of securities of smaller, less well-known issuers can be more volatile than that of larger issuers. Issuer-specific events can have a negative impact on the value of the Fund.
- **Lack of Governmental Insurance or Guarantee** – An investment in the Fund is not a bank deposit, and it is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.
- **Non-Correlation Risk** – As with all index funds, the performance of the Fund and the LocalShares Nashville Index may vary for a variety of reasons. For example, the Fund incurs operating expenses and portfolio transaction costs not incurred by the LocalShares Nashville Index. In addition, the Fund will incur "tracking error" as it may not be fully invested in the securities of the LocalShares Nashville Index at all times, may lag changes in LocalShares Nashville Index, or may hold securities not included in the LocalShares Nashville Index. This risk may be heightened during times of increased market volatility or other unusual market conditions.
- **Change of Control Risk** – LocalShares, LLC, the parent and sole owner of the Adviser, has entered into a letter of intent for the sale of all of its outstanding units of membership interest to an unrelated third party. The proposed sale transaction is expected to close on or before August 31, 2017 and business operations are planned to continue subsequent to the closing of the sale transaction.

Portfolio Holdings Information

Information about the Fund's daily portfolio holdings is available at www.nashvilleareaetf.com. A summarized description of the Fund's policies and procedures with respect to the disclosure of its portfolio holdings is available in the Trust's SAI.

Investment Adviser

As investment adviser, LocalShares Investments, LLC ("**Adviser**") has overall responsibility for the general management and administration of the Trust and its separate investment portfolio, the Fund. The Adviser will also arrange for sub-advisory, transfer agency, custody, fund administration, and all other non-distribution related services necessary for the Fund. The Adviser is governed by a board of directors of which Elizabeth S. Courtney is the sole director. The Adviser is a wholly-owned subsidiary of LocalShares, LLC, a limited

liability company organized under Delaware law. The Board of Directors of LocalShares, LLC is comprised of Michael D. Shmerling, Chairman, Elizabeth S. Courtney, William S. Decker, Cameron Newton and James C. Phillips.

Under the Investment Advisory Agreement between the Adviser and the Trust, LocalShares is responsible for all expenses of the Fund, the costs of sub-advisory, transfer agency, custody, fund administration, legal, audit and other services, except for brokerage expenses, taxes, interest, litigation expenses, and other extraordinary expenses. For the Adviser's services, the Fund has agreed to pay an annual unitary management fee equal to 0.65% of its average daily net assets (the "Advisory Fee").

For the fiscal year ended April 30, 2017, the Fund paid a monthly Advisory Fee to the Adviser at the following annual rate (stated as a percentage of the average daily net assets of the Fund): 0.49%. The Adviser has agreed to waive or reimburse expenses so that the total annual operating expenses will not exceed 0.49% based on its average daily net assets through April 30, 2017.

A discussion regarding the basis for the Board of Trustees' approval of the Investment Advisory Agreement between the LocalShares and the Trust with respect to the Fund is available in the Fund's shareholder reports as they become available.

The Adviser is a registered investment adviser with offices located at 4535 Harding Pike, Suite 201 Nashville, Tennessee 37205.

LocalShares, LLC, the parent and sole owner of the Adviser, has entered into a letter of intent for the sale of all of its outstanding units of membership interest to an unrelated third party. The proposed sale transaction is expected to close on or before August 31, 2017 (the "Proposed Sale Transaction") and business operations of the Adviser, including its adviser role to the Fund, are planned to continue subsequent to the closing of the Proposed Sale Transaction. At a meeting of the Board of Trustees of the Fund on June 23, 2017, the Board provided contingent approval to a new Investment Advisory Agreement between the Fund and the Adviser having comparable terms to those of the current Investment Advisory Agreement that would become effective upon the closing date of the Proposed Sale Transaction and further contingent upon any subsequent approval required by applicable law by the Fund's shareholders of the new Investment Advisory Agreement.

Sub-Adviser

The Adviser has delegated the day-to-day management of the Fund to the Sub-Adviser, DWM, who is paid by the Adviser and not by the Fund. DWM is a registered investment adviser and manages investment strategies for institutional and private investors. Its principal office is located at 4535 Harding Pike, Suite 300, Nashville, Tennessee 37205. As of December 31, 2016, DWM had assets under management totaling approximately \$155.9 million. DWM selects the investments for the Fund and places orders to buy and sell the investments.

For providing sub-advisory services to the Fund, LocalShares pays DWM an annual fee of \$62,500 plus 3 basis points (0.03%) of the daily net assets of the Fund.

A discussion regarding the basis for the Board of Trustees' approval of the Sub-Advisory Agreement between the LocalShares and DWM with respect to the Fund is available in the Fund's shareholder reports as they become available.

At a meeting of the Board of Trustees of the Fund on June 23, 2017, the Board provided contingent approval to a new Sub-Advisory Agreement between the Fund and the Sub-Adviser having comparable terms to those of the current Sub-Advisory Agreement that would become effective upon the closing date of the Proposed Sale Transaction and further contingent upon any subsequent approval required by applicable law by the Fund's shareholders of the new Sub-Advisory Agreement.

Portfolio Manager

The Fund is managed by the Sub-Adviser. The individual member of the team responsible for the day-to-day management of the Fund's portfolios is listed below.

Mr. William S. Decker. As the founder and managing member of Decker Wealth Management LLC, Mr. Decker's primary responsibilities include the development and application of investment strategy for the firm's clients. Mr. Decker's career experience includes over eleven years with Morgan Stanley where he served as Senior Vice President – Investments and over five years with US Trust/Bank of America where he served as Senior Vice President & Private Client Advisor. At both firms, he focused on wealth management for high net worth individuals and families. Mr. Decker completed his undergraduate studies at Baylor University, earning a bachelor's degree with a public administration major, and earned an MBA from Pepperdine University.

The Trust's SAI provides additional information about the portfolio manager's compensation, other accounts managed by the portfolio manager, and the portfolio manager's ownership of shares in the Fund.

Continuous Offering

The method by which Creation Units of shares are created and traded may raise certain issues under applicable securities laws. Because new Creation Units of shares are issued and sold by the Fund on an ongoing basis, at any point a "distribution," as such term is used in the Securities Act of 1933, as amended (the "Securities Act"), may occur. Broker-dealers and other persons are cautioned that some activities on their part may, depending on the circumstances, result in their being deemed participants in a distribution in a manner which could render them statutory underwriters and subject them to the prospectus delivery requirement and liability provisions of the Securities Act.

For example, a broker-dealer firm or its client may be deemed a statutory underwriter if it takes Creation Units after placing an order with the Fund's distributor, breaks them down into constituent shares, and sells such shares directly to customers, or if it chooses to couple the creation of a supply of new shares with an active selling effort involving solicitation of secondary market demand for shares. The determination of whether one is an underwriter for purposes of the Securities Act must take into account all the facts and circumstances pertaining to the activities of the broker-dealer or its client in the particular case, and the examples mentioned above should not be considered a complete description of all the activities that could lead to a categorization as an underwriter.

Broker-dealer firms should also note that dealers who are not "underwriters" but are effecting transactions in shares, whether or not participating in the distribution of shares, generally are required to deliver a prospectus. This is because the prospectus delivery exemption in Section 4(3) of the Securities Act is not available in respect of such transactions as a result of Section 24(d) of the 1940 Act. Firms that incur a prospectus delivery obligation with respect to shares of the Fund are reminded that, pursuant to Rule 153 under the Securities Act, a prospectus delivery obligation under Section 5(b)(2) of the Securities Act owed

to an exchange member in connection with the sale on the Listing Exchange is satisfied by the fact that the prospectus is available at the Listing Exchange upon request. The prospectus delivery mechanism provided in Rule 153 is only available with respect to transactions on an exchange.

Additional Information on Buying and Selling Fund Shares

Most investors will buy and sell shares of the Fund through brokers. Shares of the Fund are expected to trade on the NYSE Arca, Inc. during the trading day and can be bought and sold throughout the trading day like other shares of publicly traded securities. A “trading day” means any day other than a day when the NYSE Arca, is closed for regular trading. When buying or selling shares through a broker, most investors will incur customary brokerage commissions and charges. Shares of the Fund are expected to trade under the trading symbol: NASH.

Share Trading Prices

Transactions in Fund shares are priced at net asset value (“NAV”) only if you purchase shares directly from the Fund in Creation Units. If not purchased directly from the Fund, the price of Fund shares is based on the market price in the secondary market. As with other types of securities, the trading prices of shares in the secondary market can be affected by market forces such as supply and demand, economic conditions and other factors. The price you pay or receive when you buy or sell your shares in the secondary market may be more or less than the NAV of such shares.

The approximate value of shares of the Fund is disseminated every 15 seconds throughout the trading day by the Listing Exchange or by other information providers. This approximate value should not be viewed as a “real-time” update of the NAV because the approximate value may not be calculated in the same manner as the NAV, which is computed once per day. The approximate value generally is determined by using current market quotations, price quotations obtained from broker-dealers that may trade in the portfolio securities and instruments held by the Fund, and/or amortized cost for securities with remaining maturities of 60 days or less. The Fund is not involved in, or responsible for, the calculation or dissemination of the approximate value and makes no warranty as to its accuracy.

Determination of Net Asset Value

The NAV of the Fund’s shares is calculated each day the national securities exchanges are open for trading as of the close of regular trading on the New York Stock Exchange (“NYSE”), normally 4:00 p.m. Eastern Time (the “NAV Calculation Time”). NAV per share is calculated by dividing the Fund’s net assets by the number of Fund shares outstanding.

In calculating its NAV, the Fund generally values its assets on the basis of market quotations, last sale prices, or estimates of value furnished by a pricing service or brokers who make markets in such instruments. Debt obligations with maturities of 60 days or less are valued at amortized cost.

Fair value pricing is used by the Fund when reliable market valuations are not readily available or are not deemed to reflect current market values. Securities that may be valued using “fair value” pricing may include, but are not limited to, securities for which there are no current market quotations or whose issuer is in default or bankruptcy, securities subject to corporate actions (such as mergers or reorganizations), securities subject to non-U.S. investment limits or currency controls, and securities affected by “significant events.” An example of a significant event is an event occurring after the close of the market in which a security trades but before the Fund’s next NAV Calculation Time that may materially affect the value of the Fund’s investment (e.g.,

government action, natural disaster, or significant market fluctuation). When fair-value pricing is employed, the prices of securities used by the Fund to calculate its NAV may differ from quoted or published prices for the same securities.

Dividends and Distributions

The Fund intends to pay out dividends, if any, to investors at least annually. The Fund intends to distribute its net realized capital gains, if any, to investors annually. The Fund may occasionally be required to make supplemental distributions at some other time during the year. Distributions in cash may be reinvested automatically in additional whole shares only if the broker through whom you purchased shares makes such option available. Your broker is responsible for distributing the income and capital gain distributions to you. Distributions are taxable to you whether or not you reinvest these amounts in additional shares. Accordingly, investors who choose to receive distributions in the form of additional shares of the Fund will nonetheless be required to pay applicable federal, state or local taxes on the reinvested dividends, but will not receive a corresponding cash distribution with which to pay any applicable tax. Reinvested dividends increase the Fund's assets on which a management fee is payable to the Adviser and the Sub-Adviser.

Book Entry

Shares of the Fund are held in book-entry form, which means that no stock certificates are issued. The Depository Trust Company ("DTC") or its nominee is the record owner of all outstanding shares of the Fund.

Investors owning shares of the Fund are beneficial owners as shown on the records of DTC or its participants. DTC serves as the securities depository for all shares of the Fund. Participants include DTC, securities brokers and dealers, banks, trust companies, clearing corporations, and other institutions that directly or indirectly maintain a custodial relationship with DTC. As a beneficial owner of shares, you are not entitled to receive physical delivery of stock certificates or to have shares registered in your name, and you are not considered a registered owner of shares. Therefore, to exercise any right as an owner of shares, you must rely upon the procedures of DTC and its participants. These procedures are the same as those that apply to any securities that you hold in book-entry or "street name" form. Your broker will provide you with account statements, confirmations of your purchases and sales, and tax information.

Delivery of Shareholder Documents - Householding

"Householding" is an option available to certain investors of the Fund. Householding is a method of delivery for shareholder documents, based on the preference of the individual investor, in which a single copy of certain shareholder documents can be delivered to investors who share the same address, even if their accounts are registered under different names. Householding for the Fund is available through certain broker-dealers. If you are interested in enrolling in householding and receiving a single copy of the Fund's prospectus and other shareholder documents, please contact your broker-dealer. If you are currently enrolled in householding and wish to change your householding status, please contact your broker-dealer.

Frequent Purchases and Redemptions of Fund Shares

The Fund has adopted policies and procedures with respect to frequent purchases and redemptions of Creation Units of Fund shares. Since the Fund is an ETF, only a few institutional investors (known as "Authorized Participants") are authorized to purchase and redeem shares directly with the Fund. Because purchase and redemption transactions with Authorized Participants are an essential part of the ETF process

and help keep ETF trading prices in line with NAV, the Fund accommodates frequent purchases and redemptions by Authorized Participants. Frequent purchases and redemptions for cash may increase index tracking error and portfolio transaction costs and may lead to realization of capital gains. Frequent in-kind creations and redemptions do not give rise to these concerns. The Fund reserves the right to reject any purchase order at any time. The Fund reserves the right to impose restrictions on disruptive, excessive, or short-term trading and may reject purchase or redemption orders in such instances.

Investments by Registered Investment Companies

Section 12(d)(1) of the 1940 Act restricts investments by registered investment companies in the securities of other investment companies, including shares of the Fund. Registered investment companies are permitted to invest in the Fund beyond the limits set forth in Section 12(d)(1) subject to certain terms and conditions set forth in an exemptive order issued by the SEC to the Trust, including that such investment companies enter into an agreement with the Fund.

Additional Tax Information

The following discussion is a summary of some important U.S. federal income tax considerations generally applicable to investments in the Fund. Your investment in the Fund may have other tax implications. Please consult your tax adviser about the tax consequences of an investment in Fund shares, including the possible application of foreign, state, and local tax laws.

The Fund intends to qualify each year as a regulated investment company. A regulated investment company is not subject to tax at the fund level on income and gains from investments that are timely distributed to shareholders. However, the Fund's failure to qualify as a regulated investment company would result (if certain relief provisions were not available) in fund-level taxation and consequently a reduction in income available for distribution to shareholders.

Unless your investment in Fund shares is made through a tax-exempt entity or tax-deferred retirement account, such as an individual retirement account, you need to be aware of the possible tax consequences when:

- The Fund makes distributions,
- You sell shares, and
- You purchase or redeem Creation Units (for institutional investors only).

Taxes on Distributions

For federal income tax purposes, distributions of investment income are generally taxable as ordinary income, except that distributions that are properly designated as qualified dividend income are subject to the lower tax rates applicable to capital gains dividends (discussed below), provided the shareholder meets certain holding period and other requirements with respect to the Fund's shares. Taxes on distributions of capital gains (if any) are determined by how long the Fund owned the investments that generated them, rather than how long you have owned your Fund shares. Distributions of net capital gains (the excess of net long-term capital gains from the sale of investments that the Fund owned for more than one year over net short-term capital losses) that are properly designated by the Fund as capital gain dividends ("Capital Gain Dividends") will be taxable as long-term capital gains. Long-term capital gain rates applicable to individuals are generally

15%, with a higher rate of 20% applying to individuals with income exceeding \$418,401 (\$470,701 if married and filing jointly) and a rate of 0% applying to taxpayers in the 10% and 15% rate brackets. Distributions of gains from the sale of investments that the Fund owned for one year or less will be taxable as ordinary income to investors taxed at taxpayer's applicable ordinary income tax rate.

U.S. individuals with income exceeding \$200,000 (\$250,000 if married and filing jointly) are subject to a 3.8% Medicare contribution tax on their "net investment income," which includes interest, dividends, and capital gains (including capital gains realized on the sale or exchange of Fund shares).

In general, your distributions are subject to federal income tax for the year in which they are paid. Certain distributions paid in January, however, may be treated as paid on December 31 of the prior year. Distributions are taxable even if they are paid from income or gains earned by the Fund before your investment (and thus were included in the price you paid for your shares).

If you are neither a resident nor a citizen of the United States or if you are a foreign entity, dividends (other than capital gain dividends) paid to you by the Fund will generally be subject to a 30% U.S. federal withholding tax, unless a lower treaty rate applies. In addition, a 30% U.S. federal withholding tax will be imposed on dividends and proceeds of sales paid to foreign shareholders if certain disclosure requirements are not satisfied.

The Fund (or financial intermediaries, such as brokers, through which a shareholder owns Fund shares) generally is required to withhold and remit to the U.S. Treasury a percentage of the taxable distributions and sale or redemption proceeds paid to any shareholder who fails to properly furnish a correct taxpayer identification number, who has under-reported dividend or interest income, or who fails to certify that he, she or it is not subject to such withholding.

Taxes on Sales of Fund Shares

Any capital gain or loss realized upon a sale of Fund shares is generally treated as a long-term gain or loss if the shares have been held for more than one year. Any capital gain or loss realized upon a sale of Fund shares held for one year or less is generally treated as a short-term gain or loss, except that any capital loss on a sale of shares held for six months or less is treated as a long-term capital loss to the extent that capital gain dividends were paid with respect to such shares. The ability to deduct capital losses may be limited.

Taxes on Creation and Redemption of Creation Units

An Authorized Participant who exchanges securities for Creation Units generally will recognize a gain or a loss equal to the difference between the market value of the Creation Units at the time of the exchange and the sum of the exchanger's aggregate basis in the securities surrendered and the cash component paid. A person who redeems Creation Units will generally recognize a gain or loss equal to the difference between the exchanger's basis in the Creation Units and the sum of the aggregate market value of the securities and the amount of cash received for such Creation Units. The Internal Revenue Service, however, may assert that a loss realized upon an exchange of securities for Creation Units cannot be deducted currently under the rules governing "wash sales," or on the basis that there has been no significant change in economic position. Persons exchanging securities for Creation Units should consult a tax adviser with respect to whether the wash sale rules apply and when a loss might be deductible.

Any capital gain or loss realized upon a redemption (or creation) of Creation Units is generally treated as long-term capital gain or loss if the Fund shares (or securities surrendered) have been held for more than one year, and as short-term capital gain or loss if the shares (or securities surrendered) have been held for one year or less.

If you purchase or redeem Creation Units, you will be sent a confirmation statement showing how many shares you purchased or sold and at what price. Persons purchasing or redeeming Creation Units should consult their own tax advisers with respect to the tax treatment of any creation or redemption transaction.

Distribution

SEI Investments Distribution Co. (the “Distributor”) serves as the distributor of Creation Units for the Fund on an agency basis. The Distributor does not maintain a secondary market in shares of the Fund. The Distributor’s principal address is One Freedom Valley Drive, Oaks, Pennsylvania 19456.

The Distributor has no role in determining the policies of the Fund or the securities that are purchased or sold by the Fund.

Premium/Discount Information

Information regarding how often shares of the Fund traded on the Listing Exchange at a price above (*i.e.*, at a premium) or below (*i.e.*, at a discount) the NAV of the Fund during the past calendar year is available at www.nashvilleareaetf.com.

The Fund is an “exchange traded fund” or “ETF,” which means that shares of the Fund are not redeemable individually by the Fund. Instead, shares of the Fund are listed on the NYSE Arca, Inc. (the “Listing Exchange”) and trade at market prices throughout the trading day. Individual shares of the Fund may only be purchased and sold on a national securities exchange through a broker-dealer. Because Fund shares trade at market prices rather than NAV, shares may trade at a price greater than NAV (premium) or less than NAV (discount).

The Fund issues and redeems shares at NAV only in large blocks of shares (“Creation Units”), which only institutions or large investors may purchase or redeem. Currently, Creation Units consist of 50,000 shares, though this may change from time to time. Creation Units are not expected to consist of less than 25,000 shares. The Fund generally issues and redeems Creation Units in exchange for a portfolio of securities closely approximating the holdings of the Fund and an amount of U.S. cash or cash equivalents.

Additional Notices

Shares of the Trust are not sponsored, endorsed, or promoted by the Listing Exchange. The Listing Exchange makes no representation or warranty, express or implied, to the owners of the shares of the Fund or any member of the public regarding the ability of the Fund to track the total return performance of the LocalShares Nashville Index or the ability of the LocalShares Nashville Index identified herein to track stock market performance. The Listing Exchange is not responsible for, nor has it participated in, the determination or the timing of, prices of, or quantities of the shares of the Fund to be issued, nor in the determination or calculation of the equation by which the shares are redeemable. The Listing Exchange has no obligation or liability to owners of the shares of the Fund in connection with the administration, marketing, or trading of the shares of the Fund.

The Listing Exchange makes no warranty, express or implied, as to results to be obtained by the Trust on behalf of the Fund, owners of the shares, or any other person or entity from the use of the LocalShares Nashville Index or any data included therein. The Listing Exchange makes no express or implied warranties, and hereby expressly disclaims all warranties of merchantability or fitness for a particular purpose with respect to the LocalShares Nashville Index or any data included therein. Without limiting any of the foregoing, in no event shall the Listing Exchange have any liability for any lost profits or indirect, punitive, special, or consequential damages even if notified of the possibility thereof.

The Trust, the Adviser, and/or the Fund make no representation or warranty, express or implied, to the owners of shares of the Fund or any member of the public regarding the advisability of investing in securities generally or in the Fund particularly or the ability of the Fund to track the performance of the companies comprising the LocalShares Nashville Index. The Adviser is the licensor of certain trademarks, service marks and trade names of the Fund. The Trust, the Adviser and/or the Fund do not guarantee the accuracy, completeness, or performance of the LocalShares Nashville Index or the data included therein and shall have no liability in connection with the LocalShares Nashville Index or the LocalShares Nashville Index calculation.

Solactive AG is the index provider for the Fund (the “Index Provider”). The Index Provider is not affiliated with the Trust, the Adviser, the Distributor, or the Administrator. The Adviser has entered into a license agreement with the Index Provider to use the LocalShares Nashville Index. The Fund is entitled to use the LocalShares Nashville Index pursuant to a sub-licensing arrangement with the Adviser.

Financial Highlights

The financial highlights table is intended to help you understand the Fund’s financial performance for the past five years, or since inception if the life of the Fund is shorter. Certain information reflects financial results for a single Fund share. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). The information has been derived from the financial statements audited by Ernst & Young LLP, whose report, along with the Fund’s financial statements, are included in the annual report, which is available upon request.

LocalShares Investment Trust

Nashville Area ETF

Financial Highlights

Selected Per Share Data & Ratios For a Share Outstanding Throughout the Period

| | Net Asset Value, Beginning of Period | Net Investment Income* | Net Realized and Unrealized Gain on Investments | Total from Operations | Distributions from Investment Income | Distributions from Net Realized Capital Gains | Net Asset Value, End of Period | Net Assets End of Period (000) | Ratio of Expenses to Average Net Assets | Ratio of Net Expenses to Average Net Assets (Excluding Waivers) | Ratio of Net Investment Income to Average Net Assets | Portfolio Turnover ^{(1),(2)} |
|--------------------------------|--------------------------------------|------------------------|---|-----------------------|--------------------------------------|---|--------------------------------|--------------------------------|---|---|--|---------------------------------------|
| Nashville Area ETF | | | | | | | | | | | | |
| Year ended April 30, 2017 .. | \$ 26.98 | \$ 0.38 | \$ 1.56 | \$ 1.94 | \$ (0.36) | \$ (0.14) | \$ 28.42 | \$ 8,527 | 0.65% | 0.65% | 1.40% | 46% |
| Year ended April 30, 2016 .. | \$ 31.99 | \$ 0.35 | \$ (3.92) | \$ (3.57) | \$ (0.28) | \$ (1.16) | \$ 26.98 | \$ 10,793 | 0.49% | 0.65% | 1.22% | 39% |
| Year ended April 30, 2015 .. | \$ 26.57 | \$ 0.19 | \$ 5.98 | \$ 6.17 | \$ (0.21) | \$ (0.54) | \$ 31.99 | \$ 11,195 | 0.49% | 0.65% | 0.65% | 38% |
| Period ended April 30, 2014(†) | \$ 25.00 | \$ 0.17 | \$ 1.60 | \$ 1.77 | \$ (0.09) | \$ (0.11) | \$ 26.57 | \$ 6,644 | 0.49%(3) | 0.65%(3) | 0.89%(3) | 26% |

* Per share data calculated using average shares method.

† The Fund commenced operations on July 31, 2013.

(1) Returns and portfolio turnover rates are for the period indicated and have not been annualized. Returns do not reflect the deduction of taxes the shareholder would pay on fund distributions or redemption of Fund shares.

(2) Portfolio turnover rate does not include securities received or delivered from processing creations or redemptions.

(3) Annualized.

Further information about the Fund's performance is contained in the Fund's Annual Report, dated April 30, 2017, which can be obtained free of charge.

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LOCALSHARES™

The Trust's current SAI dated August 28, 2017 provides additional detailed information about the Fund. The Trust has electronically filed the SAI with the SEC. It is incorporated by reference in this Prospectus. Additional information about the Fund and its investments is contained in the Fund's SAI and Annual and Semi-Annual Reports to shareholders as they become available. The Management's Discussion of Fund Performance, contained in the Annual Report, discusses market conditions and investment strategies that significantly affected the Fund's performance during its last fiscal year.

To make inquiries, to request more detailed information on the Fund, or to request the SAI free of charge, please:

Call: 1-855-480-NASH (1-855-480-6274) (toll free)
Monday through Friday
8:30 a.m. – 6:30 p.m. (Eastern Time)

Write: LocalShares Investment Trust
4535 Harding Pike, Suite 201
Nashville, TN 37205

Visit: www.nashvilleareaetf.com

Information about the Fund (including the SAI) can be reviewed and copied at the SEC's Public Reference Room in Washington, D.C., and information on the operation of the Public Reference Room may be obtained by calling the SEC at 1-202-551-8090. Reports and other information about the Fund are available on the EDGAR Database on the SEC's Internet site at www.sec.gov, and copies of this information may be obtained, after paying a duplicating fee, by electronic request at the following e-mail address: publicinfo@sec.gov, or by writing the SEC's Public Reference Section, Washington, D.C. 20549-0102.

No person is authorized to give any information or to make any representations about the Fund and its shares not contained in this Prospectus and you should not rely on any other information. Read and keep this Prospectus for future reference.

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