

# E-Commerce Ecosystem Trust

Series 1

## A 2 Year Unit Investment Trust

### The Rise of E-Commerce

E-commerce continues to grow and many have suggested that online retailing is contributing to the slow demise of traditional “brick and mortar” retailing. Yet, according to Census.gov and the Office of National Statistics, E-commerce sales currently account for just 8% of total retail sales in the U.S.. As a result, there is still room for plenty of additional E-commerce growth ahead.

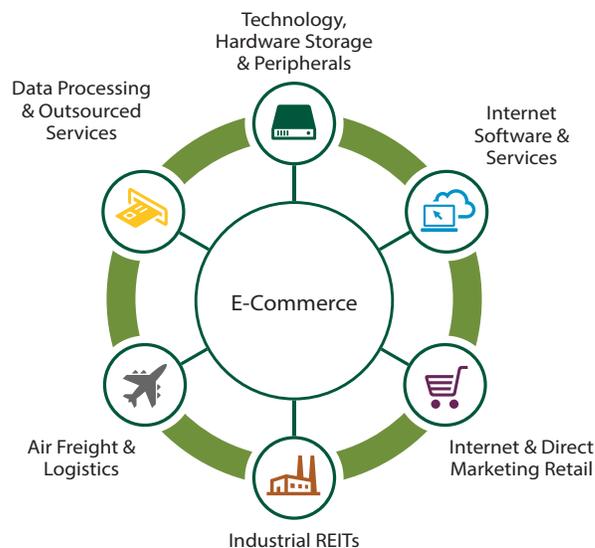
### Investment Objective

The trust seeks to provide investors with total return potential through capital appreciation and dividend income. There is no guarantee that the investment objective of the trust will be achieved.

### Investment Strategy

The trust seeks to achieve its objective through investment in equity securities of companies that trade on a U.S. exchange. The sponsor selected equity securities of companies in the E-Commerce industry which it defines as companies that are part of the “E-Commerce Ecosystem.” The E-Commerce industry is broadly defined by the sponsor as the companies involved in the full cycle of buying and selling of goods and services electronically. By extension, the “E-Commerce Ecosystem” is defined by the sponsor as the network of interconnected functions that comprise the full cycle of the buying and selling of goods and services electronically. Companies considered will be in one the following Global Industry Classification Standard (GICS) Sub-Industries at the time of deposit:

- Internet & Direct Marketing Retail
- Technology Hardware, Storage & Peripherals
- Internet Software & Services
- Data Processing & Outsourced Services
- Air Freight & Logistics
- Industrial REITs



### Description of Portfolio

INCEPTION DATE:	August 8, 2017
TERMINATION DATE:	August 8, 2019
INITIAL OFFER PRICE	\$10.00
MINIMUM INVESTMENT	100 units (may vary by selling firm)
NUMBER OF ISSUES:	23
DISTRIBUTIONS: <sup>1</sup>	MONTHLY (if any)
EST. NET ANNUAL 1ST YR DISTRIBUTIONS: <sup>2</sup>	\$0.0673 (per unit)
CUSIP (CASH):	83187R 101
CUSIP (REINVESTMENT):	83187R 119
FEE-BASED CUSIP (CASH):	83187R 127
FEE-BASED CUSIP (REINVESTMENT):	83187R 135
TICKER:	SMECAX

<sup>1</sup>Distributions, if any, will be made commencing on September 25, 2017. The estimated net annual distribution is expected to decline over time because a portion of the securities included in the portfolio will be sold to pay for organization costs, creation and development fee and deferred sales charge. Distributions will fluctuate as a result of unitholder redemptions in addition to securities being sold within the portfolio. Distributions are also subject to the ability of issuers to make dividend payments in the future.

<sup>2</sup>Estimated Net Annual First Year Distribution per unit is computed by dividing the estimated annual income of the underlying securities less the expense per unit by the number of units outstanding. The estimated net annual distributions for subsequent years are expected to be less than estimated distributions for the first year because a portion of the securities included in the trust portfolio will be sold during the first year to pay for organization costs, the creation and development fee and the deferred sales charge. The actual net annual distributions will vary with changes in the trust’s fees and expenses and income of the underlying securities.

**Investors should consider the trust’s investment objective, risks, charges and expenses carefully before investing. The prospectus contains this and other information relevant to an investment in the trust. Please read the prospectus carefully before you invest. If a prospectus did not accompany this literature, please contact SmartTrust at (888) 505-2872 to obtain a free prospectus.**

## Sales Charges<sup>3</sup> (based on a \$10 public offering price)

### Standard Accounts

Transactional Sales Charge:	Initial	0.00%
	Deferred	2.25%
Creation & Development Fee <sup>4</sup> :		0.50%
Maximum Sales Charge:		2.75%

The initial sales charge is paid at the time of purchase and is the difference between the total sales charge (maximum of 2.75% of the public offering price) and the sum of the remaining deferred sales charge and the total creation and development fee. When the public offering price per unit is less than or equal to \$10, you will not pay an initial sales fee. When the public offering price per unit is greater than \$10 per unit, you will pay an initial sales fee.

The deferred sales charge is a charge of \$0.225 per unit and will be deducted in three monthly installments commencing on February 20, 2018. The initial and deferred sales fees do not apply to fee-based accounts. Please see the prospectus for sales charge details.

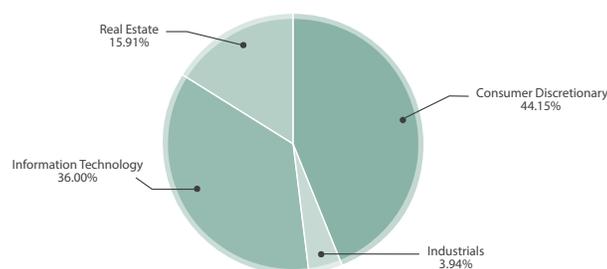
### Fee/Wrap Accounts

Creation & Development Fee <sup>4</sup> :	0.50%
Maximum Sales Charge:	0.50%

<sup>3</sup>Percentages are based on a \$10.00 per unit offering price. For unit prices other than \$10.00, percentages of initial sales charge, creation and development fee, and deferred sales charges will vary. Early redemption will still cause payment of the deferred sales charge. The table above shows the initial offering period sales charges only.

<sup>4</sup>The creation and development fee is a charge of \$.050 per unit collected at the end of the initial offering period. If the price you pay exceeds \$10 per unit, the creation and development fee will be less than 0.50%; if the price you pay is less than \$10 per unit, the creation and development fee will exceed 0.50%. In addition to the sales charges listed, UITs are subject to annual operating expenses and organization costs.

## Portfolio Allocation as of August 8, 2017:



## Portfolio Holdings as of August 8, 2017:

EQUITY SECURITIES — 100.00%	
Consumer Discretionary — 44.15%	
FLWS	1-800-FLOWERS.COM, Inc.
AMZN	Amazon.com, Inc.
ETSY	Etsy, Inc.
JD	JD.com, Inc.
NTRI	Nutrisystem, Inc.
PETS	PetMed Express, Inc.
PCLN	The Priceline Group Inc.
PRTS	U.S. Auto Parts Network, Inc.
VIPS	Vipshop Holdings Ltd
W	Wayfair Inc.
Industrials — 3.94%	
UPS	United Parcel Service, Inc.
Information Technology — 36.00%	
BABA	Alibaba Group Holding Ltd
GOOG	Alphabet Inc.
AAPL	Apple Inc.
EBAY	eBay Inc.
MA	Mastercard Incorporated
PYPL	PayPal Holdings, Inc.
V	Visa Inc.
Real Estate — 15.91%	
DRE	Duke Realty Corporation
PLD	Prologis, Inc.
REXR	Rexford Industrial Realty, Inc.
STAG	STAG Industrial, Inc.
TRNO	Terreno Realty Corp

## Risk Considerations

Unitholders can lose money by investing in this trust. An investment in units of the trust should be made with an understanding of the risks related to the trust, such as the following:

- Security prices will fluctuate. The value of your investment may fall over time.
- The financial condition of an issuer may worsen or its credit ratings may drop, resulting in a reduction in the value of your units. This may occur at any point in time, including during the initial offering period.
- The issuer of a security may be unwilling or unable to declare dividends in the future or may reduce the level of dividends declared. This may reduce the level of distributions the trust pays which could reduce your income and cause the value of your units to fall.
- The trust invests significantly in companies in the E-Commerce industry. These include companies in the following GICS Sub-Industries: Consumer Discretionary — Retailing — Internet & Direct Marketing Retail — Internet & Direct Marketing Retail; Information Technology — Technology Hardware & Equipment — Technology Hardware, Storage & Peripherals — Technology Hardware Storage & Peripherals; Information Technology — Software & Services — Internet Software & Services — Internet Software & Services; Information Technology — Software & Services — IT Services — Data Processing & Outsourced Services; Industrials — Transportation — Air Freight & Logistics — Air Freight & Logistics; and Real Estate — Real Estate — Equity REITs — Industrial REITs. E-Commerce companies in these GICS Sub-Industries are generally subject to the risks of rapidly changing technologies; short product life cycles; fierce competition; aggressive pricing; frequent introduction of new or enhanced products and services; the loss of patent, copyright and trademark protections; cyclical market patterns; evolving industry standards; decreased demand for new equipment; decreased demand for freight and logistics services; occupancy and rent levels of real estate; and frequent new product and service introductions. Negative developments in the E-Commerce industry and these sub-industries will affect the value of your investment more than would be the case in a more diversified investment.
- The trust is considered to be concentrated in securities issued by companies in the consumer products and services and information technology sectors. Negative developments in these sectors will affect the value of your investment more than would be the case in a more diversified investment. General risks of consumer products and services companies include the general state of the economy, the impacts of existing and changing government regulations, intense competition and consumer confidence and spending trends. General risks of companies in the information technology sector include rapidly changing technologies, short product life cycles, frequent introduction of new or enhanced products, the impacts of existing and changing government regulations, and the loss of patent and other intellectual property protections.
- The trust may invest in securities of foreign issuers, which may include companies located in emerging and/or frontier markets. These risks may include market and political factors related to the company's foreign market, international trade conditions, less regulation, smaller or less liquid markets, increased volatility, differing accounting practices and changes in the value of foreign currencies.
- The trust may invest in stocks of small and mid-size companies. These stocks are often more volatile and have lower trading volumes than stocks of larger companies. Small and mid-size companies may have limited products or financial resources, management inexperience and less publicly available information.
- The trust is not actively managed. Except in limited circumstances, the trust will hold, and continue to buy, shares of the same securities even if their market value declines.
- The sponsor may offer successive Trusts with similar portfolios thereby allowing the investor to pursue the same strategy over a number of years. Investors should consider their ability to pursue investing in successive Trusts, if available. There may be tax consequences associated with investing in the Trust and rolling over an investment from one Trust to the next.