

Horizons S&P500® Covered Call ETF
A series of Exchange Traded Concepts Trust II

Notification of Sources of Distributions
Pursuant to Rule 19a-1 under the Investment Company Act of 1940

We are providing shareholders of the Horizons S&P 500® Covered Call ETF (the “Fund”), a series of Exchange Traded Concepts Trust II, with information concerning the portion of the distribution declared on August 20, 2013, that was from a source other than net investment Trust book income. **No action is required on your part.**

The Fund distributes its net investment income (including any net short-term capital gains recognized in connection with the Fund’s equity call option activities) monthly. The amounts and sources of distributions reported in this notice are estimates, are not being reported for tax reporting purposes and may later be determined to be from taxable net investment income, short-term gains, long-term gains (to the extent permitted by law), and return of capital. (Return of capital may occur for example when some or all of the money that you invested in the Fund is paid back to you). The actual amounts and sources for tax reporting purposes will depend upon the Fund’s investment experience during the remainder of the fiscal year and may be subject to changes based on tax regulations. You will receive a Form 1099-DIV for the calendar year that will tell you how to report these distributions for federal income tax purposes. **As a result, shareholders should not use this distribution information for tax reporting purposes.**

The Fund estimates that it has distributed more than its income and net realized capital gains, therefore, a portion of your distribution may be a return of capital. A return of capital distribution does not necessarily reflect the Fund’s investment performance and should not be confused with ‘yield’ or ‘income’.

Pay Date:	Ticker:	Fund Name:	CUSIP:
Sept. 6, 2013	HSPX	Horizons S&P 500® Covered Call ETF	30151E103

	Current Distribution	% of Current Distribution	Cumulative Distributions for the Fiscal Year to Date	% of the Cumulative Distributions for the Fiscal Year to Date
Estimated Net Investment Income	\$0.0659	43.53%	\$0.1051	55.14%
Estimated Return of Capital	\$0.0855	56.47%	\$0.0855	44.86%
Total (per share)	\$0.1514	100%	\$0.1906	100%

This information is not intended to be substituted for specific tax documents or specific individualized tax, legal or investment planning advice. Where specific advice is necessary or appropriate, we recommend consultation with a qualified tax advisor, CPA or Financial Planner.

Notice to Broker-Dealers: This notice should be provided to the underlying shareholders.