

# Morningstar Dividend Yield Focus Trust

## (SERIES 4)

### A 2 YEAR UNIT INVESTMENT TRUST

#### Investment Objective

The Trust seeks to maximize total return potential through capital appreciation and current dividend income. There is no guarantee that the investment objective of the Trust will be achieved.

#### Strategy of Portfolio Selection

The Trust seeks to pursue its objective by investing in a portfolio consisting of the publicly traded common stock of the 75 companies comprising the Morningstar<sup>®</sup> Dividend Yield Focus Index<sup>SM</sup> (the "Index") as of December 16, 2013 (the "Security Selection Date"). The Index is described in greater detail under INVESTMENT SUMMARY—DESCRIPTION OF INDEX below. The Sponsor sought to replicate the composition of the Index as of the Security Selection Date. During the Trust's life, the Trust will not change to reflect any change in the component securities of the Index or any change in the weighting of the components within the Index at the time(s) that the Index is reconstituted or reweighted. If the Sponsor creates additional Units of the Trust after the Trust's inception date, the Trust will purchase the securities originally selected by applying the strategy. This is true even if a later application of the strategy would have resulted in the selection of different securities. Under normal market conditions, at least 80% of the Trust's net assets will be invested in stocks of companies that pay dividends as of the time of portfolio selection. As used herein, the term "Securities" means the shares of the stock initially deposited in the Trust and contracts and funds for the purchase of such securities, and any additional securities acquired and held by the Trust pursuant to the provisions of the Trust Agreement.

#### Description of Portfolio

The portfolio contains 75 issues of common stock of domestic companies. 100% of the issues are initially represented by the Sponsor's contracts to purchase. Based upon the principal business of each issuer and current market values, the following industries are represented by the common stocks of the companies in the portfolio: consumer products and services, energy, financials, health care, industrials, information technology, materials, telecommunication services and utilities.

INCEPTION DATE:	December 19, 2013
TERMINATION DATE:	December 30, 2015
INITIAL OFFER PRICE:	\$10.00
MINIMUM INVESTMENT:	100 units (May vary by selling firm.)
NUMBER OF ISSUES:	75
DISTRIBUTIONS: <sup>1</sup>	Monthly (if any)
ESTIMATED NET ANNUAL FIRST YEAR DISTRIBUTION PER UNIT: <sup>2</sup>	\$0.3456
CUSIP (CASH):	83176F 100
CUSIP (REINVESTMENT):	83176F 118
FEE-BASED CUSIP (CASH):	83176F 126
FEE-BASED CUSIP (REINVESTMENT):	83176F 134
TICKER:	SMMSDX

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

##### STANDARD ACCOUNTS

Transactional Sales Charges: Initial: 1.00% Deferred: 2.45%

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

Maximum Sales Charge: 3.95%

The deferred sales charge is a charge of \$0.245 per unit and will be deducted in three monthly installments commencing on April 20, 2014. Investors will not be assessed the initial and deferred sales charge for eligible fee-based accounts and must purchase units in a Fee CUSIP. Please see the prospectus for sales charge details.

##### FEE/WRAP ACCOUNTS

Creation & Development Fee:<sup>4s</sup> 0.50%

Maximum Sales Charge: 0.50%

#### Volume Discounts

PURCHASE AMOUNT <sup>5</sup>	SALES CHARGE
Less than \$50,000	3.95%
\$50,000 but less than \$100,000	3.70%
\$100,000 but less than \$250,000	3.45%
\$250,000 but less than \$500,000	3.10%
\$500,000 but less than \$1,000,000	2.95%
\$1,000,000 or greater	2.45%

<sup>1</sup>Distributions, if any, will be made commencing on January 25, 2014. 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.

<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%.

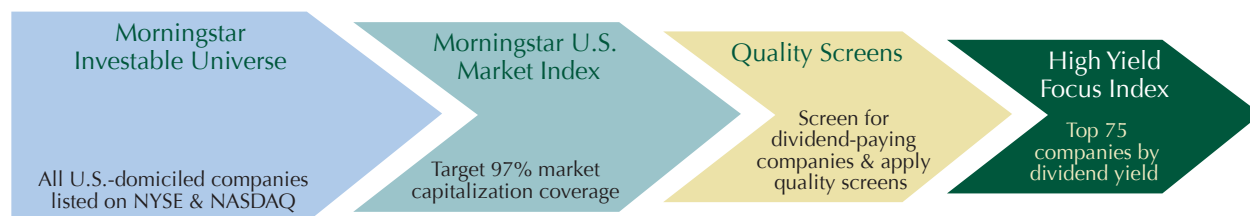
<sup>5</sup>The volume discount is also applied on a unit basis utilizing a breakpoint equivalent in the above table of one unit per \$10. Please see the Trust prospectus for full details. These discounts are only offered during the initial offering period.

CONTINUED ON BACK.

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 advise your clients to read the prospectus carefully before they invest. If a prospectus did not accompany this literature, please contact SmartTrust at (888) 505-2872 to obtain a free prospectus.

HENNION & WALSH is a member of FINRA/SIPC. 2001 Route 46, Waterview Plaza, Parsippany, NJ 07054 (888) 505-2872 smarttrustuit.com

## Description of Index Construction Process



## Portfolio Holdings as of December 19, 2013

### COMMON STOCKS — 100.00%

#### Consumer

##### Discretionary — 4.19%

HAS Hasbro, Inc.  
MAT Mattel, Inc.  
MCD McDonald's Corp.

##### Consumer Staples — 27.69%

MO Altria Group Inc.  
CLX The Clorox Co.  
KO The Coca-Cola Company  
DPS Dr Pepper Snapple Group Inc.  
GIS General Mills, Inc.  
K Kellogg Company  
KMB Kimberly Clark Corp.  
LO Lorillard Inc.  
PM Philip Morris International Inc.  
PG The Procter & Gamble Company  
RAI Reynolds American, Inc.  
SY Y SYSCO Corporation

##### Energy — 11.76%

CVX Chevron Corp.  
COP ConocoPhillips

##### Financials — 1.60%

BOH Bank of Hawaii Corp.  
FII Federated Investors Inc.  
AJG Arthur J. Gallagher & Co.  
GHL Greenhill & Co., Inc.  
IVZ Invesco Ltd.  
JNS Janus Capital Group Inc.  
MCY Mercury General Corp.  
NWB Northwest Bancshares, Inc.  
ORI Old Republic International Corp.  
PRE Partnerre Ltd.  
UBSI United Bankshares, Inc.  
VLY Valley National Bancorp  
WABC Westamerica Bancorporation

##### Health Care — 17.51%

BMJ Bristol-Myers Squibb Company  
JNJ Johnson & Johnson  
LLY Lilly Eli & Co.  
MRK Merck & Co., Inc.

##### Industrials — 2.99%

LMT Lockheed Martin Corp.  
RTN Raytheon Company  
WM Waste Management Inc.

#### Information

##### Technology — 7.93%

ADI Analog Devices, Inc.  
CA CA, Inc.  
INTC Intel Corp.  
MXIM Maxim Integrated Products Inc.  
MCHP Microchip Technology Inc.

PAYX Paychex, Inc.  
TXN Texas Instruments Incorporated  
WU The Western Union Company

##### Materials — 2.44%

CMP Compass Minerals International, Inc.  
DD E. I. du Pont de Nemours and Company  
IPHS Innophos Holdings, Inc.  
NUE Nucor Corp.

##### Telecommunication Services — 10.17%

T AT&T Inc.

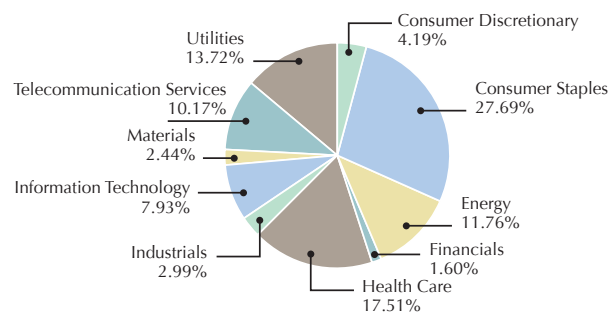
##### Utilities — 13.72%

GAS AGL Resources Inc.  
LNT Alliant Energy Corp.  
AEP American Electric Power Company Inc.  
ATO Atmos Energy Corp.  
CNL Cleco Corp.  
ED Consolidated Edison, Inc.  
DTE DTE Energy Co.  
D Dominion Resources, Inc.  
DUK Duke Energy Corp.  
GXP Great Plains Energy Incorporated  
MGEE MGE Energy, Inc.  
NEE NextEra Energy, Inc.  
NI NiSource Inc.  
NU Northeast Utilities System

NWE NorthWestern Corp.  
PNY Piedmont Natural Gas Company, Inc.  
PEG Public Service Enterprise Group Inc.

STR Questar Corp.  
SCG SCANA Corp.  
SRE Sempra Energy  
SO The Southern Company  
TE TECO Energy, Inc.  
VVC Vectren Corp.  
WR Westar Energy Inc.  
WEC Wisconsin Energy Corp.

## Portfolio Allocation as of December 19, 2013



## Risk Considerations

Unitholders can lose money by investing in this Trust. The value of the Units and the Securities included in the portfolio can each decline in value. An investment in units of the Trust should be made with an understanding of the following risks:

- Since the portfolio of the Trust is unmanaged, in general the Sponsor can only sell securities under certain extraordinary circumstances, at the Trust's termination or in order to meet redemptions. As a result, the price at which each security is sold may not be the highest price it attained during the life of the Trust.
- Price fluctuations of particular Securities will change the portfolio's composition throughout the life of the Trust. When cash or a letter of credit is deposited with instructions to purchase Securities in order to create additional Units, an increase in the price of a particular Security between the time of deposit and the time that Securities are purchased will cause the Units to be comprised of less of that Security and more of the remaining Securities. In addition, brokerage fees incurred in purchasing the Securities will be an expense of the Trust and such fees will dilute the existing Unitholders' interests.
- The risk that the financial condition of the issuers of the common stocks in the Trust may become impaired or that the general condition of the stock market may worsen (both of which may contribute directly to a decrease in the value of the Securities and thus in the value of the Units).
- The Trust's performance is not intended to correspond with that of the Index. This can happen for reasons such as an inability to replicate the weighting of each stock, the timing of Index rebalancings, Index tracking errors, round lot trading requirements, regulatory restrictions, the time that elapses between an Index change and a change in the Trust, and Trust expenses.
- The Trust may invest in companies with smaller market capitalizations, which may have less liquid stock and more volatile prices than larger capitalized companies. Such companies also tend to have unproven track records and, to a certain extent, are more likely to perform less well or fail than companies with larger market capitalizations.
- There is no assurance that any dividends will be declared or paid in the future on the Securities.
- 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.