



INVEST IN WHAT'S **REAL**

Key Takeaways

- USCI climbed 2.07% in January, extending the positive momentum built in the fourth quarter of 2017.
- Buoyed by rising oil prices and resurgent natural gas prices, USCI's energy holdings surged in January, extending a theme that started in late 2017.
- Chinese production cuts coupled with increased demand sparked industrial metals higher in January with three of the five industrial metals represented in USCI notching positive returns on the month.

A Solid Start to 2018: Absolute and Relative the Benchmark

USCI returned 2.07% last month, again topping the Bloomberg Commodity Index Total Return Index (BCOM). In January, USCI beat BCOM by eight basis points (BPS) after outpacing the commodities benchmark in 2017. Last year, USCI trounced BCOM by 4.63%.

With the U.S. dollar continuing to sag, 11 of the 14 commodities featured in USCI notched positive January performances. Aluminum, copper and sugar were USCI's laggard positions in January, but the commodities complex was broadly stronger, thanks in large part to the weak greenback. The U.S. Dollar Index (DXY) slumped 3.34% in January.

Increased supplies sent sugar prices sliding last month with that commodity falling 12.73%, by far the worst-performing member of USCI's lineup. Sugar's slump was partially offset by gains for industrial metals as lead, tin and zinc returned an average of 7.20% last month.

Source: ALPS, as of 1/31/2018. Performance data quoted represents past performance, which is not a guarantee of future results. Current performance may be lower or higher than the performance quoted. You can obtain performance data current to the most recent month end by calling (866)759-5679 or www.alpsfunds.com. For standardized performance, please see Page 3.

Energy Excellence...Again

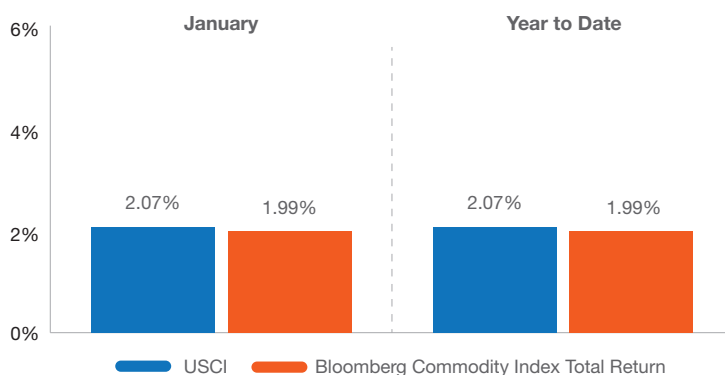
Follow-through, always an important sign, was delivered by USCI's energy holdings in January following a torrid pace to close out 2017. Buoyed by the sliding dollar, falling temperatures in the U.S. Midwest and East Coast, and improving supply/demand dynamics, USCI energy holdings (Brent crude, heating oil and natural gas) roared higher to start 2018.

Natural gas prices slumped for much of 2017 before surging late in the year. The trend of higher prices was seen for much of January before a late-month pullback, but natural gas still managed a gain of 3.06% last month. In late January, an executive from energy giant BP said at a conference in Vienna that natural gas is expected to replace oil as the world's primary fuel source by 2040. Chinese demand for natural gas, the cleanest burning fossil fuel, is expected to jump 15% year-over-year.

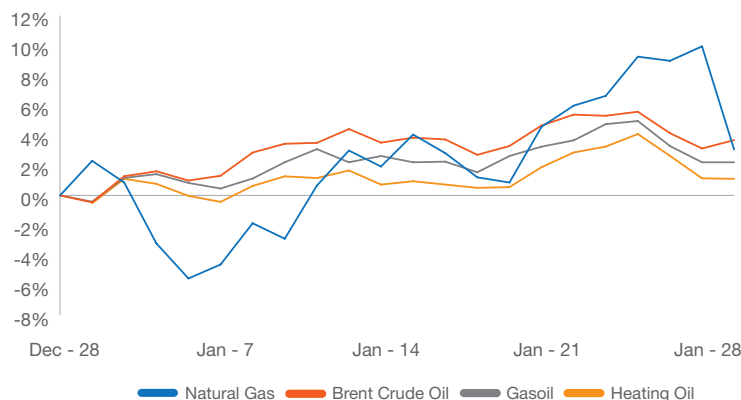
Oil prices climbed in January although most members of the Organization of Petroleum Exporting Countries (OPEC) modestly increased output. Still, the cartel remains in compliance with its 2016 output reduction accord. OPEC member Venezuela, Latin America's largest oil producer, is mired in an all-out production crisis. Although it is home to the world's largest reserves, Venezuela's oil output plunged 29% on an annual basis last year.

U.S. oil producers continue to open up the spigots as producers here pumped 10 million barrels per day in November, the highest level since 1970.

USCI Performance (NAV)



USCI Energy Commodities January Returns



Source: Bloomberg as of 1/31/2018. "BP expects gas to overtake oil as main energy source in 2040," Reuters Jan. 31, 2018. "OPEC Output Climbs in January Despite Venezuelan Crisis," Oilprice.com Feb. 1, 2018. Past performance is not indicative of future results. Holdings are subject to change without notice.

USCI benefitted again from an excellent month in the energy sector. USCI holdings in natural gas, crude oil, heating oil, and gasoil all finished in positive territory.



INVEST IN WHAT'S REAL

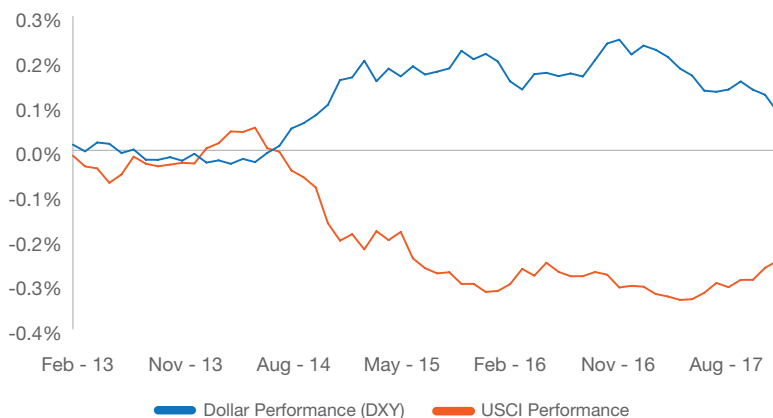
Dollar Pain, Commodities Gain

In financial markets, it is often said that where there are losers, there are also winners. That is particularly true of commodities' often intimate relationship with the U.S. dollar. With commodities denominated in dollars, conventional wisdom dictates a weak U.S. dollar is usually a boon for commodities.

That conventional wisdom held true to form in January. With the U.S. Dollar Index faltering 3.34%, 11 of the 14 commodities found in USCI finished the month in the green. Gold, an asset often embraced in weak dollar environments, gained 2.21% last month. Chinese demand for the yellow metal, which is one of the 14 commodities found in USCI, is on the mend. China, the world's largest gold consumer, boosted demand for bullion by more than 9% in 2017 to 1,089 tonnes, according to data from the China Gold Association.

The U.S. Dollar Index notched its worst January performance since 1987 and resides at its lowest levels in nearly four years. While President Trump recently said he'd like to see the greenback appreciate against rival currencies, Treasury Secretary Steve Mnuchin said he is not overly concerned by the dollar's recent woes.

USCI vs US Dollar 5 Year Period Ending January 31, 2018



Source: Bloomberg as of 1/31/2018. "Chinese gold demand returns to growth as appetite for jewelry soars," South China Morning Post Feb. 1, 2018.

A weak U.S. Dollar has been a tailwind for USCI and commodities alike. It effectively lowers the cost of commodities to global investors, increasing demand.

January USCI Portfolio: Adds/Drops and a look ahead

On a monthly basis, the index that USCI tracks (SummerHaven Dynamic Commodity Index Total Return) is reformulated, choosing 14 commodity futures out of a possible 27. These 14 contracts are equally weighted and represent six sectors: Energy, Precious Metals, Industrial Metals, Grains, Livestock, and Softs.

The index uses market price signals, including backwardation and 12 month price change, as its rules-based selection method. USCI is rebalanced monthly to reflect these changes.

Out:	Holding	Sector	Futures Curve	January Performance
	Live Cattle	Livestock	Backwardation	1.11%
	Copper	Industrial Metals	Contango	-3.18%
	Lead	Industrial Metals	Backwardation	2.21%
	Sugar	Softs	Contango	-12.73%

In:	Holding	Sector	Futures Curve	January Performance
	Crude Oil (WTI)	Energy	Backwardation	3.06%
	Unleaded Gasoline	Energy	Predominantly Backwardation	7.03%
	Nickel	Industrial Metals	Contango	4.43%
	Cotton	Softs	Predominantly Backwardation	0.41%

Source: Bloomberg as of 1/31/2018. **Past performance is not indicative of future results.**

Holdings subject to change



United States Commodity Index Fund

Monthly Insight | January 2018



INVEST IN WHAT'S **REAL**

Fund Performance *as of 12/31/17*

	1 month	3 month	Year-to-Date	1 Year	5 Year	Since Inception Cumulative (8/10/2010)	Since Inception Annualized (8/10/2010)
NAV	3.51%	5.99%	6.15%	6.15%	-6.19%	-15.04%	-2.18%
Share Price	3.76%	6.22%	6.33%	6.33%	-6.22%	-14.94%	-2.16%
SDCI TR	3.73%	6.41%	8.07%	8.07%	-4.60%	-4.66%	-0.64%
DBLCDBCT	3.07%	8.35%	6.16%	6.16%	-8.55%	-23.09%	-3.49%
SPGSCI TR	4.41%	9.90%	5.77%	17.79%	-12.16%	-41.06%	-6.90%
BCOM TR	2.99%	4.71%	1.70%	1.70%	-8.45%	-33.61%	-5.39%
RICIGL TR	3.12%	6.40%	4.88%	4.88%	-8.17%	-25.75%	-3.95%

The performance quoted represents past performance, does not guarantee future results and current performance may be lower or higher than the data quoted.

The Fund's net asset value per share ("NAV") is calculated by dividing the value of the Fund's total assets less total liabilities by the number of shares outstanding. Share Price returns are based on closing prices for the Fund and do not represent the returns an investor would receive if shares were traded at other times.

United States Commodity Index Fund® (USCI) ("the Fund"), is not a mutual fund or any other type of Investment Company within the meaning of the Investment Company Act of 1940, as amended, and is not subject to regulation thereunder.

Commodity and futures trading is highly speculative and generally volatile and are not suitable for all investors.

The Fund is speculative and involves a high degree of risk. An investor may lose all or substantially all of an investment in the Fund.

Please review the prospectus for the breakeven calculations for the Funds.

Ordinary brokerage commissions apply.

Shares of the Fund are not FDIC insured, may lose value and have no bank guarantee.

Indexes are unmanaged and do not reflect the deduction of any fees, expenses or taxes; individuals cannot invest directly in an Index.

Only authorized purchasers may purchase or sell directly with USCI, in minimum blocks of 50,000 shares.

USCI's share price may not closely track the SDCITR, the price of the futures contracts in the SDCITR, the spot prices of these commodities, or the NAV of USCI.

The Fund is not operated in a fashion such that its NAV will reflect the percentage change of the price of any particular futures contract as measured over a time period greater than one day. It is not the intent to operate the Fund in a fashion such that its NAV will equal, in dollar terms, the spot price of any particular futures contract.

K-1s will be available for tax reporting purposes. You may download them electronically through a link on the fund's website.

ALPS Distributor's, Inc. is unaffiliated with Brown Brothers Harriman & Co. and SummerHaven Investment Management, LLC.



INVEST IN WHAT'S REAL

Definitions

SummerHaven Dynamic Commodity Index Total Return (SDCITR) - An index designed to reflect the performance of a portfolio of 14 commodity futures. The index is reformulated each month from 27 possible futures contracts. The 14 selected contracts are equally weighted and represent six sectors: Energy (WTI crude oil, Brent crude oil, natural gas, heating oil, gasoil, RBOB gasoline), Precious Metals (gold, silver, platinum), Industrial Metals (aluminum, copper, lead, nickel, tin, zinc), Grains (corn, soybeans, soybean meal, soybean oil, wheat), Livestock (live cattle, feeder cattle, lean hogs) and Softs (coffee, cocoa, cotton and sugar). The SDCITR uses market price signals, including backwardation and 12 month price change, as part of its rules-based selection method. USCI is rebalanced monthly to reflect these changes to the index.

DBIQ Optimum Yield Diversified Commodity Index Total Return™ (DBLCDBCT) - a rules-based index composed of futures contracts on 14 of the most heavily traded physical commodities.

Bloomberg Commodity Index Total Return (BCOM TR) - is an index that tracks the performance of 22 broadly diversified commodity futures contracts. Prior to July 1, 2014, BCOM was known as the Dow Jones-UBS Commodity Index.

S&P Goldman Sachs Commodity Index Total Return® (SPGSCI TR) - is a composite index representing the unleveraged, long-only performance of a diversified group of commodity futures contracts. The returns are calculated on a fully collateralized basis with full reinvestment.

Rogers International Commodity Index® - (RICIGL TR) - is an index of 37 commodities futures contracts based on global consumption and liquidity.

Backwardation - describes a futures market where the prices of futures contracts, charted over a period of time, are downward sloping. As the contracts near expiration the prices tend to rise.

Contango - a market price condition where the price of the futures contract that is nearest to expiration is lower than the next contract's price.

Correlation - a statistical measurement of how closely two securities have moved together.

Volatility - is a statistical measurement that refers to the amount of uncertainty or risk about the size of changes in a given security or market index.

The United States Commodity Index Fund®, is distributed by ALPS Distributors, Inc., administered by Brown Brothers Harriman & Co. and United States Commodity Funds LLC is the General Partner/Sponsor.

SummerHaven Investment Management, LLC is the owner of the **SummerHaven Dynamic Commodity Index Total Return** and its service marks.

USCI United States Commodity Index Fund® and its respective Design mark is a registered trademark and service mark of the United States Commodity Funds LLC. **The United States Commodity Funds®** is a registered trademark. All rights reserved.

This material must be preceded or accompanied by a prospectus. Please read it carefully before investing or sending money.

For additional information contact:

ALPS Distributors, Inc.,
1290 Broadway, Suite 1100
Denver, Colorado 80203

Call 1.800.920.0259

Visit www.uscfinvestments.com