

July 2014

		Fund			S&P500 Index	
		<i>Performance</i>	<i>Inception to Date</i>		<i>Performance</i>	<i>Inception to Date</i>
2005		+14.01%	+14.01%		+4.78%	+4.78%
2006		+16.91%	+33.29%		+13.62%	+19.05%
2007		+4.06%	+38.70%		+3.53%	+23.25%
2008		-47.99%	-27.86%		-38.49%	-24.18%
2009		+42.74%	+2.97%		+23.45%	-6.40%
2010		+24.94%	+28.65%		+12.78%	+5.57%
2011		+1.79%	+30.96%		0.00%	+5.56%
2012		+24.17%	+62.61%		+13.41%	+19.71%
2013		+42.96%	+132.46%		+29.60%	+55.15%
	<i>MTD</i>	<i>YTD</i>		<i>MTD</i>	<i>YTD</i>	
Jan 2014	-4.39%	-4.39%	+122.26%	-3.56%	-3.56%	+49.63%
Feb 2014	+1.05%	-3.39%	+124.60%	+4.31%	+0.60%	+56.08%
Mar 2014	+2.10%	-1.36%	+129.31%	+0.69%	+1.30%	+57.16%
Apr 2014	-2.73%	-4.05%	+123.05%	+0.62%	+1.93%	+58.14%
May 2014	-1.49%	-5.48%	+119.73%	+2.10%	+4.07%	+61.46%
June 2014	+3.07%	-2.58%	+126.47%	+1.91%	+6.05%	+64.54%
July 2014	-4.37%	-6.83%	+116.58%	-1.51%	+4.45%	+62.06%

In July, the Fund fell by 4.37%, while the S&P500 fell by 1.51%. A steady sell-off carried on for the entire month and small stock underperformance continued. Our nascent recovery is hard to find but remains discernible if we look at the surrounding badness. Small stock indices were down around 6% and, with the Dow Jones Index, are all down for the year. Worse, leadership has narrowed again and the last soldiers left on the beach are the high-

cap hope stocks. Indeed, one investor eschewed the exciting possibility of investing in our Fund this month because we don't hold any Internet stocks and don't intend to.

Although this news may seem dispiriting, with the small caps having their worst month since May 2012, and more hopes surrendered as sound industrial large caps falter; one or two clues indicate we are passing the milestones on our journey to a turning point. As it becomes clearer that the only game in town is a group of stocks valued on their disruptive technologies, the end of that game becomes visible.

Separately we have been coming through earnings season with solid earnings for our big holdings, including Westwood, MWI Vets, DXP Enterprises, Marine Products and also our community banks. Even so, these stock bounces do not fully account for our incipient rally against our peer indices and to the extent that we have always been a lead indicator, this is also slightly encouraging.

Risk Warnings and Other Important Information

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The Fund qualifies as an Undertaking for Collective Investment in Transferable Securities (UCITSIII).

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