

**October 2014**

		<b>Fund</b>			<b>S&amp;P500 Index</b>	
		<i>Performance</i>	<i>Inception to Date</i>		<i>Performance</i>	<i>Inception to Date</i>
<b>2005</b>		<b>+14.01%</b>	<b>+14.01%</b>		<b>+4.78%</b>	<b>+4.78%</b>
<b>2006</b>		<b>+16.91%</b>	<b>+33.29%</b>		<b>+13.62%</b>	<b>+19.05%</b>
<b>2007</b>		<b>+4.06%</b>	<b>+38.70%</b>		<b>+3.53%</b>	<b>+23.25%</b>
<b>2008</b>		<b>-47.99%</b>	<b>-27.86%</b>		<b>-38.49%</b>	<b>-24.18%</b>
<b>2009</b>		<b>+42.74%</b>	<b>+2.97%</b>		<b>+23.45%</b>	<b>-6.40%</b>
<b>2010</b>		<b>+24.94%</b>	<b>+28.65%</b>		<b>+12.78%</b>	<b>+5.57%</b>
<b>2011</b>		<b>+1.79%</b>	<b>+30.96%</b>		<b>0.00%</b>	<b>+5.56%</b>
<b>2012</b>		<b>+24.17%</b>	<b>+62.61%</b>		<b>+13.41%</b>	<b>+19.71%</b>
<b>2013</b>		<b>+42.96%</b>	<b>+132.46%</b>		<b>+29.60%</b>	<b>+55.15%</b>
	<i>MTD</i>	<i>YTD</i>		<i>MTD</i>	<i>YTD</i>	
<b>Jan 2014</b>	<b>-4.39%</b>	<b>-4.39%</b>	<b>+122.26%</b>	<b>-3.56%</b>	<b>-3.56%</b>	<b>+49.63%</b>
<b>Feb 2014</b>	<b>+1.05%</b>	<b>-3.39%</b>	<b>+124.60%</b>	<b>+4.31%</b>	<b>+0.60%</b>	<b>+56.08%</b>
<b>Mar 2014</b>	<b>+2.10%</b>	<b>-1.36%</b>	<b>+129.31%</b>	<b>+0.69%</b>	<b>+1.30%</b>	<b>+57.16%</b>
<b>Apr 2014</b>	<b>-2.73%</b>	<b>-4.05%</b>	<b>+123.05%</b>	<b>+0.62%</b>	<b>+1.93%</b>	<b>+58.14%</b>
<b>May 2014</b>	<b>-1.49%</b>	<b>-5.48%</b>	<b>+119.73%</b>	<b>+2.10%</b>	<b>+4.07%</b>	<b>+61.46%</b>
<b>June 2014</b>	<b>+3.07%</b>	<b>-2.58%</b>	<b>+126.47%</b>	<b>+1.91%</b>	<b>+6.05%</b>	<b>+64.54%</b>
<b>July 2014</b>	<b>-4.37%</b>	<b>-6.83%</b>	<b>+116.58%</b>	<b>-1.51%</b>	<b>+4.45%</b>	<b>+62.06%</b>
<b>Aug 2014</b>	<b>+3.28%</b>	<b>-3.77%</b>	<b>+123.68%</b>	<b>+3.77%</b>	<b>+8.39%</b>	<b>+68.16%</b>
<b>Sep 2014</b>	<b>-2.90%</b>	<b>-6.56%</b>	<b>+117.21%</b>	<b>-1.55%</b>	<b>+6.70%</b>	<b>+65.55%</b>
<b>Oct 2014</b>	<b>+7.86%</b>	<b>+0.78%</b>	<b>+134.28%</b>	<b>+2.32%</b>	<b>+9.18%</b>	<b>+69.39%</b>

In October, the Fund rose by 7.86%, while the S&P500 rose by 2.32% in an exciting month which saw quite a reasonable panic, actually taking the S&P500 negative for the year on October 15<sup>th</sup>. This panic also took the small cap indices to 12 month lows and yet our Fund did not go down. At the close of play on October 15<sup>th</sup>, the S&P500 was down 5.4% on the month, the small caps down about 2.5%, and we were nearly unchanged. For two happy weeks, we moved ahead of all small cap indices year to date for the first time since January 1<sup>st</sup> and we remain the same as the Russell 2000 at +0.8% year to date at month-end.

We noticed in July that we had stopped deteriorating and this month we were already rallying as the market went into its dip. Our stocks held on for the subsequent rally with many making new highs. This action of moving ahead of the general market is typical of new leadership and continues to give us hope we are coming out of the woods. It was also encouraging that small stocks generally had their best month of the year being up about 6.6%.

Many of our stocks rallied, and one or two, such as Handy & Harman, stood out. The broadness of the move, and coming during a decline, gives confidence this not just a short covering rally. Energy and commodities fell which augur well for year-end. We added one new stock, Vectrus, a spin-off from Exelis, which is cheap on free cash flow and because spins have always been kind to us. We are still way behind the big caps but after nine months under water, it's nice to get it all back at a stroke and we've moved back into the game rather than being sidelined.

#### **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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