



Fund Performance

For the first quarter of 2018, the Performance Trust Municipal Bond Fund (“PTIMX” or the “Fund”) returned -1.66%, posting a negative return along with the Bloomberg Barclays Municipal Bond Index and the Morningstar National Municipal Category. In December, President Trump signed the Tax Cuts and Jobs Act. This included (1) significantly lower corporate income tax rates (35% to 21%), and (2) a \$1.5 trillion estimated cost over the next 10 years to fund new provisions of the tax code. The prospect of economic growth through lower corporate taxes, and potential increased issuance of Treasuries to fund the new provisions resulted in a sharp sell-off of municipal bonds. In this three month period alone, the 10-year municipal rate rose over 40 basis points, and nearly the entire municipal bond market took a hit.

Since the Fund’s inception, there have been market movements which resulted in short periods of underperformance. However, the Fund is managed by PTAM’s proprietary investment process, Shape Management®, which focuses on the total return of bonds over longer time horizons, generally at least 3 years. As shown below, despite having short periods of underperformance, the Fund’s investment process has led to outperformance of both the Index and its peers over the past 1 year, 3 year, and 5 year time horizons.

RETURNS (%) (as of 3/31/2018)

	3-Month	1-Year	3-Year	5-Year	Since Inception	Expense Ratio-Net*	Expense Ratio-Gross*
PTIMX (Inception Date: 6/30/2011)	-1.66	3.67	2.87	3.40	5.75	0.55	0.66
BbgBarc Muni Bond Index	-1.11	2.66	2.25	2.73	3.95	N/A	N/A
Morningstar Municipal National Intermediate Category	-1.05	2.12	1.71	2.06	2.88	0.77	1.03

Performance data quoted represents past performance which does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month-end may be obtained by visiting www.ptam.com or by calling (866) 792-9606.

**Advisor has contractually agreed to waive its fees and/or pay for operating expenses of the Fund to ensure that total annual fund operating expenses (excluding acquired fund fees and expenses, interest, taxes, dividends and interest expenses on short positions, brokerage commissions and extraordinary expenses such as litigation expenses) do not exceed 0.55% of the average daily net assets of the Fund. This agreement is effective until December 29, 2018.*

Portfolio Review and Positioning

Shape Management® Continued to Guide Security Selection, Prioritizing Long-term Potential Outperformance Over Short-term Wins

Shape Management® is agnostic to movements in interest rates. Meaning, our approach seeks to invest in the most attractive total return opportunities, regardless of where rates potentially move. As mentioned above, the key to the success of Shape Management® is allowing time to elapse (investment horizon).** Sharp interest rate moves are more pronounced in shorter horizons, as we experienced in the first quarter of the year. However, as the investment horizon extends, other forms of return (other than market rate shocks) come into play.

***There can be no guarantee that any investment strategy will be successful. All investing involves risk, including the potential loss of principal.*



Mike Plaiss, CFA
Senior Portfolio
Manager



Jason Appleson,
CFA, FRM
Portfolio Manager

Examples of “other forms of return” include: coupon income, rolling the yield curve, and spread tightening. By focusing on medium term horizons, Shape Management® paints a more holistic picture of return. We encourage our investors to view their investment returns as time dependent. Short-term shocks to the portfolio can be smoothed over time as other return factors are realized.

The Fund Remained Heavily Weighted In High-Quality Credit, which Continued to be “Cheap” based on Historical Standards

Over the quarter, we did not make any substantial changes to the Fund’s credit quality allocations. We continued to keep majority of the Fund invested in securities with high credit quality since spreads remained tight by historical standards. However, we opportunistically purchased high yield bonds on the short end of the curve. High yield spreads are still tight, but we believe the short nature of the paper can mitigate from rising rates/widening spreads, as well as provide us the opportunity to reinvest in higher rates if rates do in fact rise.

CREDIT QUALITY (%)

	12/31/2017	3/31/2018	Change
AAA	4.79	5.15	0.36
AA	44.55	43.35	-1.20
A	30.00	30.53	0.53
BBB	9.22	9.50	0.28
BB	3.81	3.88	0.07
B	0.00	0.00	0.00
Below B	0.00	0.00	0.00

The Fund Continued to Strategically “Barbell” the Yield Curve

Last quarter, we discussed our plans of “barbelling the yield curve on the margin” by investing in (1) short term debt that will make small incremental moves to the short end of the curve, and (2) long term debt—specifically in the 20-year part of the curve where we believe roll is still meaningful and relative value is most pronounced. As we move ahead into a flatter yield curve environment, we believe we are justified to continue a barbell positioning on the yield curve: higher-grade credit will be allocated to the 15- to 20-year spots on the yield curve, where there are still reasonable spread tightening opportunities. Concurrently, shorter, lower credit quality paper will be purchased to gain exposure to a now cheaper front end of the yield curve.

The Fund Benefited From the January Yield Curve Roll

Each year, the “January effect” takes place in the municipal bond market, which is when the roll in the yield curve occurs over the first couple of weeks of the calendar year. We positioned the Fund to benefit from this phenomenon by buying bonds in the steepest parts of the yield curve, where bonds are poised to gain the most from shortening tenors.

What Differentiates PTAM?

**DISTINCTIVE APPROACH TO
FIXED INCOME INVESTING**

EXPERTISE IN COMPLEX STRUCTURES

**STRONG LONG TERM RESULTS IN VARIOUS
MARKET ENVIRONMENTS**

GLOSSARY

Bloomberg Barclays Municipal Bond Index is a market value weighted index of investment grade municipal bonds with maturities of one year or more. It is not possible to invest in an index.

DISCLAIMER

Ratings shown are the highest rating given by one of the following national rating agencies: S&P, Moody's or Fitch. Credit ratings are subject to change. AAA, AA, A, and BBB are investment grade ratings; BB, B, CCC/CC/C and D are below investment grade ratings. Bonds backed by U.S. Government or agency securities are given an implied rating equal to the rating of such securities. Holdings designated NR are not rated by these national rating agencies.

Mutual fund investing involves risk; principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Debt or fixed income securities such as those held by the fund, are subject to market risk, credit risk, interest rate risk, call risk, tax risk, and income risk. The Fund may also invest in exchange-traded funds ("ETFs"). ETFs are subject to additional risks that do not apply to conventional mutual funds, including the risks that the market price of an ETF's shares may

trade at a discount to its net asset value, an active secondary trading market may not develop

or be maintained, or trading may be halted by the exchange in which they trade, which may impact the Fund's ability to sell its shares.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The summary and statutory prospectuses contain this and other important information about the investment company, and may be obtained by calling 1.877.738.9095. Read carefully before investing.

PT Asset Management, LLC ("PTAM") is the advisor to the PTAM Funds, which are distributed by Foreside Fund Services, LLC ("Foreside"). PTAM and Foreside are not affiliated.