

# Baywood Socially Responsible Fund

Over two decades of socially responsible **value** investing

## Why Socially Responsible?

Baywood Socially Responsible seeks to achieve long-term capital appreciation by investing in undervalued equity securities meeting rigorous environmental, social, and governance standards.

## Our Approach

Our repeatable, team-based process starts with the most commonly desired environmental, social and governance (ESG) screens. We then apply our valuation framework to identify issuers for further in-depth fundamental analysis. Companies passing both the ESG and valuation frameworks provide a diverse group of stocks with low expectations discounted into current valuations from which to begin our research process.

We analyze both ESG considerations including corporate governance, employee relations, environmental impact and sustainability, human rights record and product safety, and financial considerations including earnings power, balance sheet and income statement strength, competitive position, and overall industry prospects.

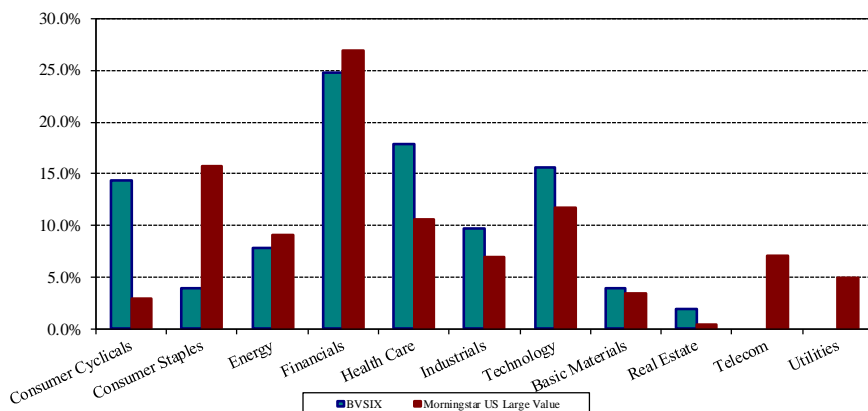
PORTFOLIO CHARACTERISTICS	BVSIX	MLV	KLD
# of holdings	44	79	405
P/E (trailing 12 months)	20.1	18.2	24.7
P/B	2.1	2.2	3.8
Median Market Cap. (\$B)	23.8	48.2	12.9

BVSIX = Baywood Socially Responsible / MLV = Morningstar US Large Value / KLD = MSCI KLD 400 Social Index

### Strategy Attributes and Goals

- + Value Investing
- + ESG Integration
- + Active Management
- = Downside protection and desirable risk-adjusted total return expectations

## SECTOR DIVERSIFICATION



Fund holdings are subject to change. Percentages are based on total equity holdings and securities at market value.

## 10 LARGEST HOLDINGS

Bank of America Corp.	4.5%
Cisco Systems, Inc.	3.7%
Intel Corp.	3.6%
Air Lease Corp.	3.6%
M&T Bank Corp.	3.6%
American Express Co.	3.5%
Koninklijke Philips NV, ADR	3.4%
Becton Dickinson and Co.	3.2%
TRI Pointe Group, Inc.	3.1%
Brookfield Asset Management, Inc.	3.1%
<b>Total</b>	<b>35.3%</b>

Holdings are subject to change.

## Integrate ESG throughout investment process

- Apply exclusionary and inclusionary criteria
- Weigh strengths and weaknesses of ESG factors on historical and forward-looking basis
- Emphasize governance, which drives environmental and social considerations

## Apply time-tested value investing strategy

- Seek compelling capital appreciation potential from out-of-favor companies
- Use unconventional frameworks to gauge valuation extremes and uncover real value
- Avoid overvalued companies regardless of trends, fads or benchmark representation

## Mitigate Risk with Active Portfolio Management

- Improve probability of outperformance over a market cycle from high Active Share
- Control risk exposure with 40-60 diversified holdings
- Create agility in portfolio decisions from nimble organizational structure



# Baywood Socially Responsible Fund

	TOTAL RETURNS					
	As of 12/31/17					
	4Q 2017	YTD	One Year	Three Years	Five Years	Ten Years
Institutional Shares: BVSIX	7.96%	16.73%	16.73%	6.27%	10.76%	5.36%
Investor Shares: BVSIX	7.89%	16.56%	16.56%	6.10%	10.54%	5.12%
Morningstar US Large Value	6.55%	15.09%	15.09%	10.49%	13.69%	5.99%
MSCI KLD 400 Social Index	6.17%	21.61%	21.61%	10.84%	15.89%	8.72%

Performance for periods greater than one year is annualized. The performance presented for the Fund reflects the performance of the City National Rochdale Socially Responsible Equity Fund, a series of City National Rochdale Funds (the "Predecessor Fund"). The Fund has adopted the historical performance of the Predecessor Fund as the result of a reorganization in which the Fund acquired all of the assets, subject to liabilities, of the Predecessor Fund, effective as of the close of business on January 8, 2016.

The performance data quoted represents past performance. Past performance is no guarantee of future results. Investment return and principal value will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. The Fund's Gross Expense Ratio is 0.94% for Institutional Shares and 1.79% for Investor Shares. The Fund's Net Expense Ratio (does not include "Acquired Fund Fees and Expenses"), as the Adviser has contractually agreed to waive and/or reimburse fees through January 31, 2018, is 0.89% for Institutional Shares and 1.14% for Investor Shares. The performance shown reflects fee waivers/reimbursements in effect, without these waivers, performance would have been lower. Total returns are based on net change in NAV with reinvestment of all dividends. Current performance may be lower or higher than the performance data quoted. For performance current to the most recent month-end, please call 1-855-409-2297. The Morningstar US Large Value Index and the MSCI KLD 400 Social Index are unmanaged indices. Individuals cannot invest in an index.

### SKBA Capital Management

SKBA Capital Management, founded in 1989, is an independent investment management firm based in San Francisco. We manage equity and fixed income portfolios for institutions and private clients using our time-tested value investing approach seeking to preserve and increase our clients' capital while maintaining appropriate risk exposure and downside protection.

### Investment Philosophy

Stock prices routinely overshoot true changes in underlying fundamentals of company, allowing disciplined proprietary research to provide the best opportunity for investment returns.

ESG factors have long-term financial implications on revenues, expenses and overall risk characteristics whereby proactive analysis of these factors provides alpha generating opportunities.

Baywood Funds are advised by SKBA Capital Management, LLC and distributed by Foreside Fund Services, LLC. Characteristic data is calculated from Factset. Aggregate price ratios are calculated using weighted harmonic averages. P/E (Price to Earnings Ratio): A valuation ratio of a company's current share price compared to its per-share earnings. P/B (Price to Book Ratio): A valuation ratio of a company's current share price compared to book value. Beta: A measure of systematic risk of a stock relative to a benchmark. Standard deviation: A measure of dispersion of a data set from its mean.

Risk considerations: The Fund primarily invests in undervalued securities which may not appreciate in value as anticipated by the Adviser or remain undervalued for longer than anticipated. The Fund may invest in American Depositary Receipts (ADRs) which involves risks relating to political, economic or regulatory conditions in foreign countries and may cause greater volatility and less liquidity. Socially responsible investment criteria may limit the number of investment opportunities available to the Fund or it may invest a larger portion of its assets in certain sectors which could be more sensitive to market conditions, economic, regulatory and environmental developments. These factors could negatively impact the Fund's returns.

**Before investing you should carefully consider the Fund's investment objectives, risks, charges and expenses. This and other information is available in the prospectus, a copy of which may be obtained from 855.409.2297. Please read the prospectus carefully before investing.**