

Baywood SociallyResponsible Fund

BVSIX : Institutional Class

Annual Shareholder Report - September 30, 2024



Baywood Funds

Fund Overview

This annual shareholder report contains important information about the Baywood SociallyResponsible Fund for the period of October 1, 2023, to September 30, 2024. You can find additional information about the Fund at <https://www.skba.com/baywood-funds>. You can also request this information by contacting us at (855) 409-2297.

What were the Fund's costs for the last year?

(based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Institutional Class	\$101	0.89%

How did the Fund perform in the last year?

While one can never be certain how the market will behave in the short run, we believe we have been building a portfolio to help protect our shareholders' capital by purchasing companies with attractive growth potential at low relative prices while satisfying their socially responsible desires. It is our belief that the majority of risks in the market today are with the narrow set of companies that have been driving the indices to new highs.

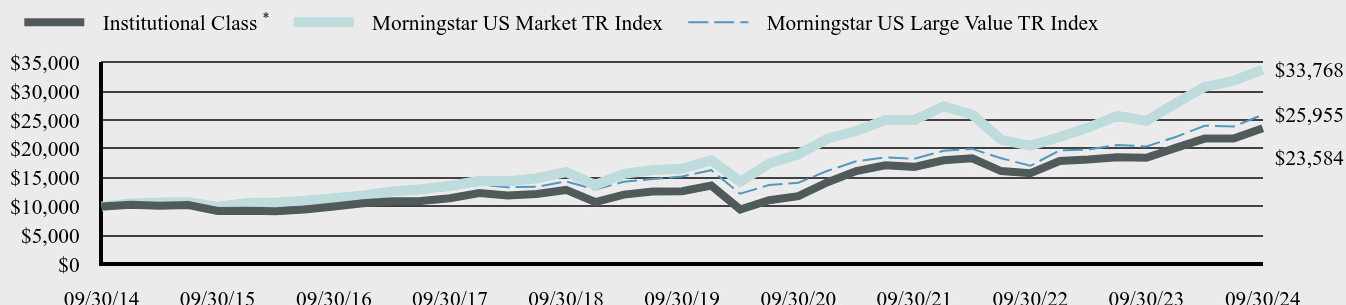
For holdings in the period, consider the largest sector in the SociallyResponsible fund: the financial sector. Stocks in this sector often trade at low valuations, yet many of the companies in the SociallyResponsible fund have fundamentals as good if not better than many highly valued stocks in the broad market index. For comparison sake, take AIG, Corebridge, and American Express and compare them to some of the current top IT holdings in the broad market: Apple, Microsoft, and NVIDIA. Both sets of companies currently have similar earnings growth expectations at an average of 18% EPS growth (3-year) for fund holdings in the financial sector, and an average of 20% for the holdings in the broad market IT sector. Yet we are paying an average of 12 times earnings for our holdings versus an average multiple of 32 times earnings for the IT stocks.

For the fiscal year, the fund underperformed the very concentrated set of returns of the technology laden broad market. Value stocks clearly remain "out-of-favor", yet the it's difficult to imagine absolute returns of approximately 27% would be considered disappointing. The market's preference towards highly valued stocks is represented in the fund's new regulatory benchmark the Morningstar US Market, which owns Apple, Microsoft, NVIDIA, Amazon, Meta and Alphabet as top stocks. Without owning this narrow set of stocks, one is challenged to keep up with an index loaded up on these companies, yet that is not the goal of the SociallyResponsible fund.

The SociallyResponsible fund's returns nearly matched the Value index' 27%. That the fund generally kept up in such a strong market is not disappointing, especially when one considers how it has performed in weaker market periods or downdrafts. Stocks in the energy, health care and industrial sectors contributed most to returns, while holdings in the consumer staples and communication sectors detracted most from returns. It is not surprising that stocks within staples and communications lagged as these tend to be out-of-favor during major market advances. In consumer staples, however not owning Walmart detracted most from returns as the nearly 50% increase in the period buoyed benchmark sector returns. While Walmart is a well-run company, we do not believe the risk-reward equation is in our favor as investors are now paying nearly 30 times next year's earnings. In health care, fund holdings in Royal Philips, which returned more than double the benchmark's returns and almost five times the benchmark's health care sector returns, contributed most to returns as the company continues to move past its quality control issues at the product level and medical equipment sales finally recover from the pandemic era sales slump.

For SKBA's in depth investment perspectives, please visit our website at www.skba.com.

Total Return Based on a \$10,000 Investment



* Performance for Institutional Shares for periods prior to January 8, 2016, reflects the performance and expenses of City National Rochdale Socially Responsible Equity Fund, a series of City National Rochdale Funds (the "Predecessor Fund").

The above chart represents historical performance of a hypothetical \$10,000 investment over the past 10 years. Due to regulatory changes, effective September 1, 2024, the Fund changed its primary benchmark index from the Morningstar US Large Value TR Index to the Morningstar US Market TR Index. The Fund retained the Morningstar US Large Value TR Index as a secondary benchmark because the Morningstar US Large Value TR Index more closely aligns with the Fund's investment strategies and investments restrictions.

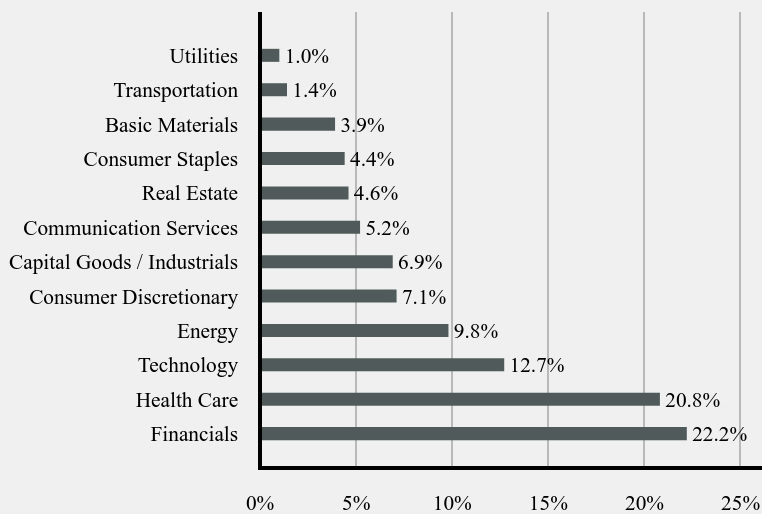
Average Annual Total Returns

	One Year	Five Year	Ten Year
Institutional Class *	27.72%	13.27%	8.96%
Morningstar US Market TR Index	35.60%	15.36%	12.94%
Morningstar US Large Value TR Index	27.07%	11.27%	10.01%

* Performance for Institutional Shares for periods prior to January 8, 2016, reflects the performance and expenses of City National Rochdale Socially Responsible Equity Fund, a series of City National Rochdale Funds (the "Predecessor Fund").

The Fund's past performance is not a good predictor of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

Sector Weightings (% total investments)



* excluding cash equivalents

Fund Statistics

Total Net Assets	\$9,048,331
# of Portfolio Holdings	53
Portfolio Turnover Rate	23%
Investment Advisory Fees (Net of fees waived and expenses reimbursed)	\$(96,214)

Top Ten Holdings (% of investments)

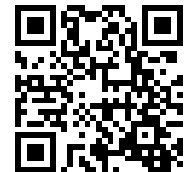
Texas Pacific Land Corp.	4.51%
American Express Co.	4.30%
Kontoor Brands, Inc.	4.17%
Koninklijke Philips NV, ADR	3.97%
nVent Electric PLC	3.50%
International Business Machines Corp.	3.25%
NXP Semiconductors NV	2.99%
Kinder Morgan, Inc.	2.75%
CME Group, Inc.	2.75%
Berkshire Hathaway, Inc., Class B	2.61%

* excluding cash equivalents

Where can I find additional information about the fund?

Additional information is available by scanning the QR code or at <https://www.skba.com/baywood-funds>, including its:

- prospectus
- financial information
- holdings
- proxy information



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