

QUEENS ROAD FUNDS

Diligence | Discipline | Patience



Queens Road Small Cap Value Fund

June 30, 2020

Small Companies

The Queens Road Small Cap Value Fund uses fundamental, bottom-up analysis to construct a diversified portfolio of small-capitalization companies.¹

A Value Philosophy

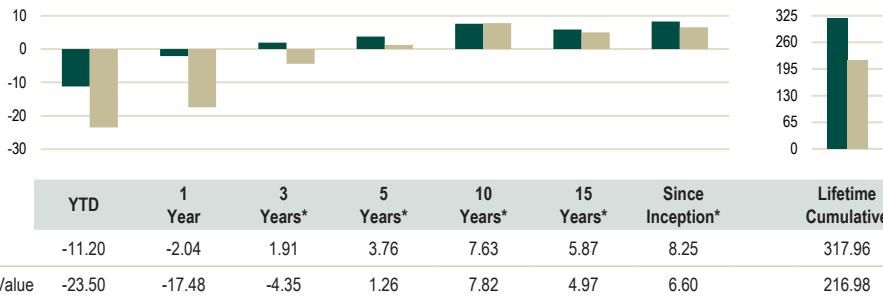
Our research process is built on the principles established by Benjamin Graham to identify companies that are trading at a discount to their intrinsic value.

Four-Step Process

- Quantitative & Qualitative Analysis
1. Balance sheet
 2. Valuation
 3. Management
 4. Sector and Industry



Performance Summary through June 30, 2020 (%)



Gross Annual Operating Expenses: 1.18%
 *Performance annualized. Fund inception June 2002.

Important Performance and Expense Information

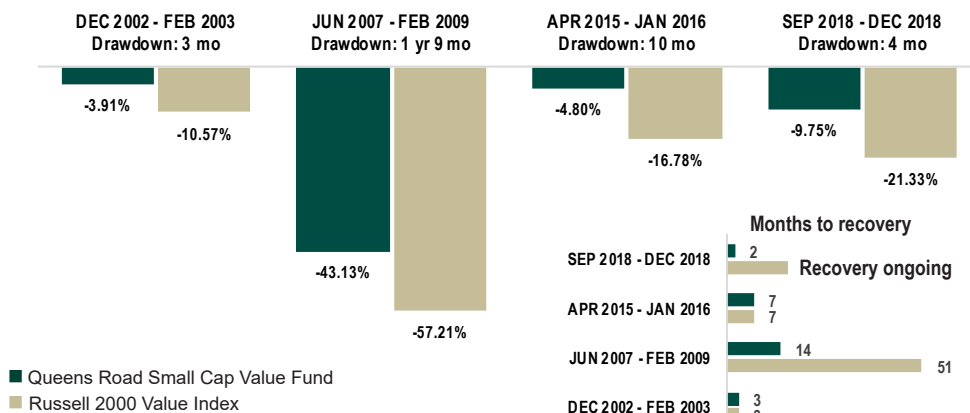
All performance information reflects past performance, is presented on a total return basis and reflects the reinvestment of distributions. Past performance is no guarantee of future results. Current performance may be higher or lower than performance quoted. Returns as of the recent month-end may be obtained by calling (888) 353-0261.

Investment return and principal value will fluctuate, so that shares may be worth more or less than their original cost when redeemed. There can be no assurance that the fund will meet any of its objectives.

From inception to 12/31/2004 the Fund's manager and its affiliates voluntarily absorbed certain expenses of the fund and voluntarily waived its management fee. Had the Fund's manager not done this, returns would have been lower during that period. The Fund's manager and its affiliates do not intend to absorb any expenses or waive its management fee in the future.

Down Market Performance Comparison through June 30, 2020

- The Queens Road Small Cap Value Fund outperformed the Russell 2000 Value Index during all four declines of 10% or more from the index's prior high since the fund's inception in June 2002.
- The Fund recovered back to its previous high much more quickly than the index after the two largest declines and as quickly as the index following the smaller two.



Morningstar Rating™

| | Morningstar Rating™ | Morningstar Category Rank % | Funds in Category | Morningstar Return vs. Category | Morningstar Risk vs. Category |
|---------|---------------------|-----------------------------|-------------------|---------------------------------|-------------------------------|
| Overall | ★★★★★ | -- | 413 | +Avg | Low |
| 3-Year | ★★★★★ | 2 | 413 | High | Low |
| 5-Year | ★★★★★ | 4 | 373 | High | Low |
| 10-Year | ★★★★★ | 40 | 258 | Avg | Low |

Morningstar Category: Small Value
 As of Jun 30, 2020; Quantitative Rating as of May 31, 2020

Investment Committee



- Steven H. Scruggs, CFA**
- Portfolio Manager Since Inception
 - BFA Director of Research
 - 28 Years of Experience
 - 21 Years with BFA



- Benton S. Bragg, CFP®, CFA**
- Analyst, Queens Road Small Cap Value
 - BFA President and Investment Committee Chair
 - 30 Years of Experience
 - 27 Years with BFA



- Matt DeVries, CFA**
- Analyst, Queens Road Small Cap Value
 - BFA Portfolio Manager
 - 17 Years of Experience
 - 5 Years with BFA

About Queens Road Funds

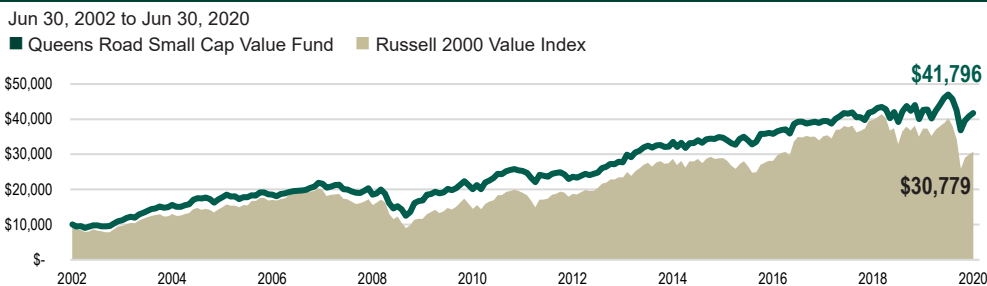
- Managed by Bragg Financial Advisors (BFA), an RIA in Charlotte, NC, managing over \$1.7 billion for institutions and private clients
- Portfolio manager, fund analysts and trustees, and firm principals and associates are among the largest group of shareholders in the Queens Road Funds

Fund Facts

| | |
|--------------------------|----------------------|
| Ticker Symbol | QRSVX |
| Inception Date | 6/13/2002 |
| Geo Avg Market Cap | \$2,192.6MM |
| Number of Holdings | 51 |
| Turnover Ratio | 27% |
| Net Assets | \$131.1MM |
| Gross Ann. Operating Exp | 1.18% |
| Portfolio Manager | Steven Scruggs, CFA® |
| Tenure | 18.1 years |

As of Jun 30, 2020

Hypothetical Growth of \$10,000



Calendar Year Total Returns

| | QRSVX | Russell 2000 Value Index | | QRSVX | Russell 2000 Value Index |
|------|---------|--------------------------|------|--------|--------------------------|
| 2003 | 42.60% | 46.03% | 2012 | 4.83% | 18.05% |
| 2004 | 26.47% | 22.25% | 2013 | 30.88% | 34.52% |
| 2005 | 1.43% | 4.71% | 2014 | 4.91% | 4.22% |
| 2006 | 10.02% | 23.48% | 2015 | -0.12% | -7.47% |
| 2007 | 2.02% | -9.78% | 2016 | 15.59% | 31.74% |
| 2008 | -23.81% | -28.92% | 2017 | 5.86% | 7.84% |
| 2009 | 32.50% | 20.58% | 2018 | -5.66% | -12.86% |
| 2010 | 21.33% | 24.50% | 2019 | 20.00% | 22.39% |
| 2011 | -3.36% | -5.50% | | | |

Down Quarter Performance Comparison (%)

The Russell 2000 Value Index recorded 22 down-market quarters since the June 2002 inception of the Queens Road Small Cap Value Fund. The Fund outperformed in 18 of those quarters. The table below compares the performance of the Fund against the Index during each of those 22 down-market quarters.

| | Q3 2002 | Q1 2003 | Q1 2005 | Q2 2006 | Q3 2007 | Q4 2007 | Q1 2008 | Q2 2008 | Q4 2008 | Q1 2009 | Q2 2010 |
|-----------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Queens Road Small Cap Value | -9.6 | -1.25 | -1.53 | -3.26 | -1.98 | -5.83 | -5.22 | -2 | -19.06 | -10.68 | -6.26 |
| Russell 2000 Value Index | -21.29 | -5.08 | -3.98 | -2.7 | -6.26 | -7.28 | -6.53 | -3.55 | -24.89 | -19.64 | -10.6 |
| Difference (%) | 11.69 | 3.83 | 2.45 | -0.56 | 4.28 | 1.45 | 1.31 | 1.55 | 5.83 | 8.96 | 4.34 |

| | Q2 2011 | Q3 2011 | Q2 2012 | Q3 2014 | Q2 2015 | Q3 2015 | Q1 2017 | Q1 2018 | Q4 2018 | Q3 2019 | Q1 2020 |
|--------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| QRSVX | -1.39 | -12.63 | -5.14 | -5.11 | 0.95 | -5.94 | -0.76 | -2.5 | -8.52 | -0.64 | -21.84 |
| Russell 2000 Value | -2.65 | -21.47 | -3.01 | -8.58 | -1.2 | -10.73 | -0.13 | -2.64 | -18.67 | -0.57 | -35.66 |
| Difference (%) | 1.26 | 8.84 | -2.13 | 3.47 | 2.15 | 4.79 | -0.63 | 0.14 | 10.15 | -0.07 | 13.82 |

Top 10 Holdings

| | |
|--|-------|
| Deckers Outdoor Corp. | 4.94% |
| Schweitzer-Mauduit International, Inc. | 4.75% |
| Fabrinet | 4.67% |
| SYNNEX Corp. | 4.24% |
| Tech Data Corp. | 4.18% |
| RLI Corp. | 3.39% |
| Synaptics, Inc. | 3.38% |
| Horace Mann Educators Corp. | 3.20% |
| MSC Industrial Direct Co., Inc., Class A | 3.15% |
| InterDigital, Inc. | 2.96% |

As of Jun 30, 2020; % of Total Net Assets

Sector Allocation

| | |
|------------------------|-------|
| Industrials | 26.4% |
| Technology | 25.2% |
| Financial Services | 17.3% |
| Consumer Cyclical | 10.8% |
| Communication Services | 6.3% |
| Basic Materials | 6.1% |
| Utilities | 6.1% |
| Consumer Defensive | 1.2% |
| Healthcare | 0.6% |
| Energy | 0.0% |
| Real Estate | 0.0% |

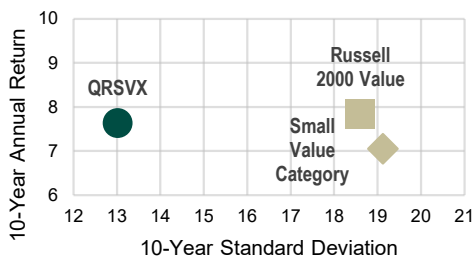
As of Jun 30, 2020

For More Information



David A. Kania
 • Head of Institutional Sales
 • 32 Years of Experience
 • First year with BFA
dave@queensroadfunds.com

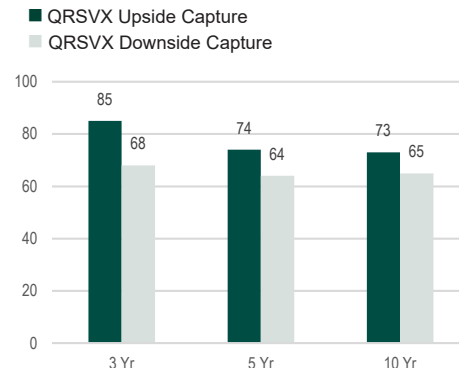
10-Year Risk/Return Profile



| | Standard Deviation | Annual Return |
|--------------------------------|--------------------|---------------|
| ● Queens Road Small Cap Value | 13.02 | 7.63 |
| ■ Russell 2000 Value | 18.61 | 7.82 |
| ◆ Morningstar Small Value Cat. | 19.13 | 7.05 |

As of Jun 30, 2020; Source: Morningstar

Upside/Downside Capture Ratio



As of Jun 30, 2020

1 The Queens Road Small Cap Value Fund primarily invests in securities of small-capitalization companies, defined as those with market capitalization less than the largest company in the Russell 2000 Value Index. Investing in small companies involves special risks including, but not limited to, the following: smaller companies typically have more risk and their company stock prices are more volatile than that of large companies; their securities may be less liquid and may be thinly traded which makes it more difficult to dispose of them at prevailing market prices; these companies may be more adversely affected by poor economic or market conditions; they may have limited product lines, limited access to financial resources, and may be dependent on a limited management group; and small cap stocks may fluctuate independently of large cap stocks. All investment decisions are made at the discretion of the Portfolio Manager, in accordance with the then current Prospectus.

Bragg Financial Advisors, Inc. is a Registered Investment Firm serving as the investment advisor for the Queens Road Small Cap Value Fund. The Queens Road Funds are distributed by UMB Distribution Services, LLC (UMB Fund Services, 235 W Galena Street, Milwaukee, Wisconsin 53212). Queens Road Securities, LLC, an affiliate of Bragg Financial Advisors, Inc., served as the distributor of the Funds from inception through August 2020.

The **Russell 2000 Value Index** is a subset of the Russell 2000 Index, which tracks the stocks of small domestic companies, based on total market capitalization. The Russell 2000 Value Index represents those stocks of the Russell 2000 with lower price-to-book ratios and lower relative forecasted growth rates. You cannot invest directly in these indexes.

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For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating™ for a fund is derived from a weighted average of the performance figures associated with its three-, five- and 10-year (if applicable) Morningstar Rating metrics. Past performance is no guarantee of future results.

Morningstar Return Rating is an annualized measure of a fund's load-adjusted excess return relative to the return of the 90-day Treasury Bill over a three-, five-, or ten-year period. This is a component of the Morningstar Risk-Adjusted Return. This is derived directly from Morningstar Return. In each Morningstar Category, the top 10% of investments earn a High rating, the next 22.5% Above Average, the middle 35% Average, the next 22.5% Below Average, and the bottom 10% Low. Investments with less than three years of performance history are not rated.

Morningstar Risk Rating is a proprietary Morningstar data point. An assessment of the variations in a fund's monthly returns, with an emphasis on downside variations, in comparison to similar funds. In each Morningstar Category, the 10% of funds with the lowest measured risk are described as Low Risk, the next 22.5% Below Average, the middle 35% Average, the next 22.5% Above Average, and the top 10% High. Morningstar Risk is measured for up to three time periods (three, five, and 10 years). These separate measures are then weighted and averaged to produce an overall measure for the fund. Funds with less than three years of performance history are not rated.

Morningstar Quantitative Rating™ consists of: (i) Morningstar Quantitative Rating (overall score), (ii) Quantitative Parent pillar, (iii) Quantitative People pillar, and (iv) Quantitative Process pillar (collectively the "Quantitative Fund Ratings"). The Quantitative Fund Ratings are calculated monthly and derived from the analyst-driven ratings of a fund's peers as determined by statistical algorithms. Morningstar, Inc. calculates Quantitative Fund Ratings for funds when an analyst rating does not exist as part of its qualitative coverage.

Morningstar Quantitative Rating: Intended to be comparable to Morningstar's Analyst

Ratings for openend funds and ETFs, which is the summary expression of Morningstar's forward-looking analysis of a fund. The Morningstar Analyst Rating is based on the analyst's conviction in the fund's ability to outperform its peer group and/or relevant benchmark on a risk-adjusted basis over a full market cycle of at least 5 years. Ratings are assigned on a five-tier scale with three positive ratings of Gold, Silver, and Bronze, a Neutral rating, and a Negative rating. Morningstar calculates the Morningstar Quantitative Rating using a statistical model derived from the Morningstar Analyst Rating our fund analysts assign to open-end funds and ETFs. Please go to <https://shareholders.morningstar.com/investor-relations/governance/Compliance--Disclosure/default.aspx> for information about Morningstar Analyst Rating Morningstar's fund analysts assign to funds.

Quantitative Parent pillar: Intended to be comparable to Morningstar's Parent pillar scores, which provides Morningstar's analyst opinion on the stewardship quality of a firm. Morningstar calculates the Quantitative Parent pillar using an algorithm designed to predict the Parent Pillar score our fund analysts would assign to the fund. The quantitative pillar rating is expressed in both a rating and a numerical value as High (5), Above Average (4), Average (3), Below Average (2), Low (1).

Quantitative People pillar: Intended to be comparable to Morningstar's People pillar scores, which provides Morningstar's analyst opinion on the fund manager's talent, tenure, and resources. Morningstar calculates the Quantitative People pillar using an algorithm designed to predict the People pillar score our fund analysts would assign to the fund. The quantitative pillar rating is expressed in both a rating and a numerical value as High (5), Above Average (4), Average (3), Below Average (2), Low (1).

Quantitative Process Pillar: Intended to be comparable to Morningstar's Process pillar scores, which provides Morningstar's analyst opinion on the fund's strategy and whether the management has a competitive advantage enabling it to execute the process and consistently over time. Morningstar calculates the Quantitative Process pillar using an algorithm designed to predict the Process pillar score our fund analysts would assign to the fund. The quantitative pillar rating is expressed in both a rating and a numerical value as High (5), Above Average (4), Average (3), Below Average (2), and Low (1).

Morningstar Quantitative Ratings have not been made available to the issuer of the security prior to publication. Risk Warning The quantitative fund ratings are not statements of fact. Morningstar does not guarantee the completeness or accuracy of the assumptions or models used in determining the quantitative fund ratings. In addition, there is the risk that the return target will not be met due to such things as unforeseen changes in changes in management, technology, economic development, interest rate development, operating and/or material costs, competitive pressure, supervisory law, exchange rate, and tax rate. For investments in foreign markets there are further risks, generally based on exchange rate changes or changes in political and social conditions. A change in the fundamental factors underlying the quantitative fund ratings can mean that the recommendation is subsequently no longer accurate.

For more information about Morningstar's quantitative methodology, please visit <https://shareholders.morningstar.com/investor-relations/governance/Compliance--Disclosure/default.aspx>.

Morningstar Risk/Reward graph plots the return and risk (measured by standard deviation) for a selection of securities and a benchmark index for the trailing period identified in the report. The table beneath the graph identifies the specific risk and return plot points for the graphed securities and the benchmark index. The returns noted for a security reflect any sales charges that were applied in the illustration over the time period selected, but do not reflect impacts of taxation. If impacts of taxation were reflected, the returns would be lower than those indicated in the report. The return plotted in the graph is mean geometric return. Standard deviation is a statistical measure of the volatility of the security's or portfolio's returns in relation to the mean return. The larger the standard deviation, the greater the volatility of return in relation to the mean return.

Upside Capture Ratio measures a manager's performance in up markets relative to the Fund's benchmark. It is calculated by measuring the Fund's performance in quarters when the benchmark goes up and dividing it by the benchmark's return in those quarters.

Downside Capture Ratio measures a manager's performance in down markets relative to the Fund's benchmark. It is calculated by measuring the Fund's performance in quarters when the benchmark goes down and dividing it by the benchmark's return in those quarters.