**Absolute Credit Opportunities Fund Portfolio Positioning**

The Fund currently maintains a conservative overall posture with a balance of longs and shorts. At this point in the market cycle, the Fund is focused on managing both interest rate and credit risk while generating returns that are independent of traditional bond market drivers. The Fund is designed to have a high degree of flexibility and, at times, may opportunistically take on long exposure and invest in distressed securities.

**CREDIT MARKET OBSERVATIONS - IMPACT OF CENTRAL BANKS**

- We see investors scrambling for yield after five years of short-term interest rates near zero and very suppressed intermediate and long-term interest rates.
- We believe traditional bond market risks, including interest-rate, credit and liquidity risk, are overpriced as a result of central bank actions.
- It is unknown whether the risks of rising interest rates or those surrounding credit and liquidity will be the primary risk going forward.

**INVESTOR CONCERNS - RISKIER PORTFOLIOS**

- In our opinion, investors have been increasing credit risk at the expense of holding cash, CDs or Treasuries.
- Many nontraditional bond funds seem to be taking on increasing levels of credit risk while sometimes hedging interest rate risk.
- We believe the traditional capital preservation portion of portfolios has been greatly diminished over the past five years.

**Comparative Returns: Inception (10/21/08) through 9/30/16**

<table>
<thead>
<tr>
<th>Total Returns at NAV</th>
<th>Cumulative Returns (through 9/30/16)</th>
<th>Annualized Returns (as of 9/30/16)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>September 2016</td>
<td>Year to Date</td>
</tr>
<tr>
<td>AOFOX (Institutional Shares)</td>
<td>0.61%</td>
<td>2.71%</td>
</tr>
<tr>
<td>HFRX Global Hedge Fund Index</td>
<td>0.55%</td>
<td>1.33%</td>
</tr>
<tr>
<td>HFRX Fixed Income Credit Index</td>
<td>0.16%</td>
<td>2.87%</td>
</tr>
</tbody>
</table>

YEARY FUND RETURNS


Effective December 11, 2015, the HFRX Fixed Income Credit Index replaced the HFRX Global Hedge Fund Index as the primary benchmark against which the Fund measures its performance.

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than the original cost. Annualized returns current to the most recent month end can be obtained by calling the Fund at 888-99-ABSOLUTE. As stated in the current prospectus, the Absolute Credit Opportunities Fund’s (the “Fund”) Total Annual Operating Expenses is 2.62%. Excluding dividend and interest expense on short sales, the Fund’s expense ratio would be 2.49%. Absolute Investment Advisers LLC (“Absolute”) has contractually agreed to waive its fee and/or reimburse Fund expenses to limit Total Annual Fund Operating Expenses (excluding all taxes, interest, portfolio transaction expenses, dividend and interest expense on short sales, acquired fund fees and expenses, proxy expenses and extraordinary expenses) to 1.95% through August 1, 2017.

Returns include the reinvestment of dividends and capital gains. Some of the fund’s fees were waived or expenses reimbursed; otherwise, returns would have been lower.
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Since the Fund utilizes a multi-manager strategy with multiple sub-advisers, it may be exposed to varying forms of risk. The Fund’s net asset value and investment return will fluctuate based upon changes in the value of its portfolio securities. There is no assurance that the Fund will achieve its investment objective, and an investment in the Fund is not by itself a complete or balanced investment program. For a complete description of the Fund’s principal investment risks please refer to the prospectus.

The Fund may invest in debt securities which are subject to interest rate risk. An increase in interest rates typically causes a fall in the value of the debt securities. In addition, the Fund may invest in restricted securities which may be less liquid than registered securities because such securities may not be readily marketable in broad public markets. The Fund may also invest in high yield, lower rated (junk) bonds which involve a greater degree of risk and price fluctuation than investment grade bonds in return for higher yield potential. The Fund may purchase securities of companies through initial public offerings. The Fund may use leverage which may include selling securities short as well as borrowing for other than temporary or emergency purposes. The Fund may engage in interest rate, currency, equity and credit default swaps, and related instruments. The Fund may engage in event-driven or special situation strategies that are inherently speculative in nature. The Fund may also invest in derivatives, including options and futures transactions which can be volatile and involve various types and degrees of risks, depending upon the characteristics of a particular derivative.

Definitions: The HFRX Global Hedge Fund Index, calculated by Hedge Fund Research, Inc., tracks the performance of international hedge funds and is designed to be representative of the overall composition of the hedge fund universe. The S&P 500 Index is a broad-based measurement of changes in the stock market conditions based on the 500 widely held common stocks. It is not possible to invest directly in an index or average. Alpha is the difference between a fund’s actual returns and its expected performance, given its level of risk as measured by Beta. Beta is the measure of a fund’s relative volatility as compared to the S&P 500 Index which by definition is 1.00. Accordingly, a fund with a 1.10 beta is expected to perform 10% better than the Index in up markets and 10% worse in down markets.

In high yield, lower rated (junk) bonds which involve a greater degree of risk and price fluctuation than investment grade bonds in return for higher yield potential. The Fund may purchase securities of companies through initial public offerings. The Fund may use leverage which may include selling securities short as well as borrowing for other than temporary or emergency purposes. The Fund may engage in interest rate, currency, equity and credit default swaps, and related instruments. The Fund may engage in event-driven or special situation strategies that are inherently speculative in nature. The Fund may also invest in derivatives, including options and futures transactions which can be volatile and involve various types and degrees of risks, depending upon the characteristics of a particular derivative.

Investors should carefully consider the Fund’s investment objectives, risks, charges and expenses before investing. This and other information is in the prospectus, a copy of which may be obtained by calling (888) 992-2765. Please Read the prospectus carefully before you invest.