



Kopernik International Fund

Third Quarter 2017

Dear Kopernik Investor,

Below, please find the mutual fund performance of the Kopernik International Fund ("International" or "Fund") as of September 30, 2017.

Fund Performance
As of September 30, 2017

Class	September 2017	Q3 2017	YTD	1 Year	Since Inception ¹
I	-0.67%	7.20%	7.39%	4.10%	8.73%
MSCI ACWI ex USA (Net)	1.86%	6.16%	21.13%	19.61%	6.30%

¹Annualized

Class I inception date: 06/30/2015

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. 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 the original cost, and current performance may be lower or higher than the performance quoted. For the most recent month-end performance please call Kopernik Funds at 1-855-887-4KGI (4544) or visit www.kopernikglobal.com.

Gross expense ratios for the fund: Class I 10.26% Net expense ratios for the fund: Class I 0.45%

Expense ratios shown are reflective of the Fund's current prospectus.

Kopernik has contractually agreed to reduce its fees and/or reimburse expenses in order to keep Net Expenses (excluding interest, taxes, brokerage commissions, acquired fund fees and expenses and extraordinary expenses (collectively, "Excluded Expenses")) from exceeding 0.45% of the Fund's Class I Shares' average daily net assets until February 28, 2018. In the absence of current fee waivers, performance would be reduced.

WHY KOPERNIK?

Philosophically, we view ourselves as owners of businesses. Our job is to appraise these businesses and take advantage at times when an inefficient, emotional marketplace offers securities at a price that is significantly different from our appraisal. Like our namesake, Kopernik (better known by his Latin name – Copernicus), we trust the results of our own analysis even when (especially when) it generates vastly different conclusions from those of the crowd and/or those taught by many academics. Similarly, we commonly question the data issued by governments, central bankers, and companies themselves. We understand that bargains appear often because people focus on fear or panic, and other forms of risk that are not relevant to the investment portfolio. High tracking error, bad headlines or unpopular stocks/countries/regions/industries can present a degree of risk to a manager's career, while often lowering the potential of permanent loss of capital (due to lower initiation prices and higher potential upside) to the portfolio. Similarly, Kopernik believes volatility and other measures of past price movements are not relevant to long-term investors' assessment of risk. It can be indicative of potential risk to short-term speculators or to highly levered players, but can often present opportunity for true long-term investors.





QUARTER REVIEW

The NAV of Class I Shares of the Kopernik International Fund increased by 7.20% during the third quarter. In comparison, the MSCI All Country World ex USA Index increased by 6.16% during the third quarter.

Impala Platinum, a South African-based platinum mining company with mines in South Africa and Zimbabwe, declined 18.4% in price for the quarter. The stock came under substantial selling pressure when the Zimbabwean government increased the percentage (from 50% to 80%) of foreign currency revenues which are earned by platinum miners but must be handed over to the government. We note that our assessed intrinsic value, on a risk-adjusted basis, indicates very significant upside and we continue to hold the position in Impala in our diversified portfolio. Elsewhere, Pax Global, a Chinese-based manufacturer of point-of-sales (POS) terminals, was down 16.2% for the quarter. The company reported a sales decline in China, in the semi-annual company report. We note that our conviction is largely based on the company's ability to capture market share in the higher margin international markets outside China. The company continues to execute well in this regard. Trading at a single-digit Price-to-Earnings (PE) multiple and with more than half the company's market cap in net cash, we believe the company is undervalued. Lastly, KT Corp, an integrated phone company based in South Korea, declined 16.7% in price during the quarter. We reiterate our conviction in KT which is one of the cheapest telecom companies globally and has the opportunity to improve margins and close the gap versus the global peers.

The top contributor to the Fund's quarterly performance was Eletrobras (Centrais Eletricas Brasileiras), a Brazilian utility company, up 66.3% for the quarter. Investors sent the stock price sharply higher after it was reported that the Brazilian government had proposed to partially privatize the company, of which the government owns 51% of the voting shares. As we have always argued, the company's ability to earn a fair return on invested capital has long been artificially held down by the Brazilian government's market-distorting policies. This needs to be restored in order to attract much-needed private capital for Brazil's infrastructure build-out which is essential for the country's long-term, sustainable economic development. In response to the positive price development, we trimmed our positions in Eletrobras following a strong performance in 2016, later added again to the position following a weak year-to-date performance through the second quarter of 2017. Another top contributor to the Fund's performance for the quarter was Japan Steel Works, a Japanese based energy and industrial equipment manufacturer, up 47.8%, paring a substantial loss during the earlier part of the year and bringing the year-to-date return to 26.5%. Elsewhere within the Energy space, following a 12.2% increase in oil price during the quarter, our oil companies did well with MEG Energy and Lukoil rising in price by 49.6% and 14.5% respectively. In the Information Technology sector, Yandex, a Russian-based online search and technology company, rose 25.6% in price during the quarter. The company announced a deal struck with Uber to merge the two companies' ride-hailing businesses with Yandex taking a majority ownership of the combined business entity. The market reacted positively to the deal which clearly solidifies Yandex's dominant market position in the Russian online ride-hailing business. Lastly, Guoco Group, a Hong Kong-based conglomerate with businesses spanning real estate development, hospitality, and commercial banking, rose 31.1% in price for the quarter. Year-to-date, the company performed strongly, up 39%, narrowing the gap between the market price and our intrinsic value which we estimated on a sum-of-the-parts basis.

We established a new position in Masan Group. Masan Group is one of the largest private sector companies in Vietnam. The company operates three business lines – Masan Consumer, Masan Nutri-science, and Masan Resources. Masan is the largest consumer goods company in Vietnam which manufactures and distributes food and beverage products. Within the Masan Nutri-science segment, the company produces animal feed and processed meats. The Masan Resources business line owns and operates one of the world's largest tungsten mines, outside of China. We purchased the shares at a price significantly lower than our estimate of the sum-of-the-parts value for the company's businesses and assets.

We eliminated positions in Yandex, West Japan Railway, and BR Malls, due to price appreciations.

At the end of the third quarter, the Fund's cash remained at 37.0% of the Fund's NAV. We are diligently searching for undervalued securities. Cash is a residual of our bottom-up and fundamentals-driven investment process. Our experience informs us that security prices are at times





driven to irrationally low levels due to investors' emotional reactions to short-term news flows. We are ready to invest the cash when such opportunities present themselves.

As always, we appreciate your continued support.

Kind Regards,

Kopernik Global Investors, LLC

Important Information

The information presented herein is confidential and proprietary to Kopernik Global Investors, LLC. This material is not to be reproduced in whole or in part or used for any purpose except as authorized by Kopernik Global Investors, LLC.

This report may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements involve inherent risks and uncertainties, and we might not be able to achieve the predictions, forecasts, projections and other outcomes we may describe or imply. A number of important factors could cause results to differ materially from the plans, objectives, expectations, estimates and intentions we express in these forward-looking statements. We do not intend to update these forward-looking statements except as may be required by applicable laws.

Forward-looking statements are not guarantees of future performance and are subject to risks, uncertainties and other factors, some of which are beyond our control and are difficult to predict. As a result, actual results could differ materially from those expressed, implied or forecasted in the forward-looking statements.

The holdings mentioned herein represent the following percentage of net assets of the Kopernik International Fund as of September 30, 2017: BR Malls 0.00%, Electrobas (Centrais Eletricas Brasileiras) 0.69%, Guoco Group 0.45%, Impala Platinum Holdings Ltd. 0.83%, Japan Steel Works 1.71%, KT Corp. 1.31%, LUKOIL PJSC 2.01%, Masan Group Corp. 0.45%, MEG Energy Corp. 2.00%, PAX Global Technology Ltd. 0.68%, West Japan Railway 0.00%, and Yandex 0.00%. These positions may change over time without notice. The holdings listed should not be considered recommendations to purchase or sell a particular security. It should not be assumed that securities bought or sold in the future will be profitable or will equal the performance of the securities in this portfolio. Current and future portfolio holdings are subject to risk.

Please consider all risks carefully before investing. An investment in a Kopernik Fund, or any other vehicle using the same strategy, and is subject to many risks including sudden changes in general market valuations and market liquidity. Investments in small and mid-capitalization companies also tend to involve greater risk and portfolio price volatility than investments in larger capitalization stocks. Further, investing in non-U.S. markets, including emerging and frontier markets, involves certain additional risks, including potential currency fluctuations and capital controls, restrictions on foreign investments, less governmental supervision and regulation, less liquidity, less disclosure, and the potential for higher market volatility, share expropriation, confiscatory taxation, and social, economic and political instability. Further, investments in energy and other natural resources companies tend to be greatly impacted by developments in global commodities markets, which can be more volatile than equity markets.

Past performance herein should not be construed as an accurate indication of future returns.

The MSCI All Country World ex US Index (MSCI ACWI ex-US) is an un-investable index that captures 1,859 primarily large and mid-cap companies across 22 developed and 24 emerging market countries as of September 30, 2017. The MSCI indices returns do not reflect any management fees, transaction costs or expenses. Individuals cannot invest directly in an Index. Additionally, The MSCI All Country World ex USA Index is different from the strategy in a number of material respects, including being much more diversified among companies and countries, having less exposure to emerging markets, and having no ability to invest in fixed income or derivative securities. MSCI ACWI performance includes theoretical dividends distributed. Past performance is no guarantee of future results.

Mutual fund investing involves risk, including possible loss of principal. There can be no assurance that the Fund will achieve its stated objectives. Equity funds are subject generally to market, market sector, market liquidity, issuer, and investment style risks, among other factors, to varying degrees, all of which are more fully described in the fund's prospectus. Investments in foreign securities may underperform and may be more volatile than comparable U.S. securities because of the risks involving foreign economies and markets, foreign political systems, foreign regulatory standards, foreign currencies and taxes. Investments in foreign and emerging markets present additional risks, such as increased volatility and lower trading volume. For more information on the Kopernik International Fund, call our toll free number at 1-855-887-4KGI or email funds@kopernikglobal.com.

This material must be preceded or accompanied by a current prospectus. Investors should read it carefully before investing.

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