

Portfolio Team



Christopher Cuesta, CFA
Principal, CEO
Portfolio Manager
24 years of experience



Manish Maheshwari, CFA
Principal
Portfolio Manager
22 years of experience

Portfolio Objective

The THB Asset Management Micro Cap Fund (the "Fund") seeks capital appreciation by utilizing a bottom up approach. We invest primarily in companies within the Russell Microcap Index that we believe are trading below their intrinsic value and have superior operating metrics. We utilize a proprietary Quality Assessment and Risk Grading during the research and portfolio construction processes. The fund will typically hold 100-125 securities and have a high active share.

Our Firm

Founded in 1982, we are an employee-owned boutique firm that specializes in Micro, Small, Mid Cap, and International niche equity strategies. Our accomplished team of eight investment professionals constantly strives to find the best investment ideas to produce outstanding results. With a robust research team and a deep bench, we pride ourselves on our entrepreneurial culture and our commitment to innovation and improvement.

Fund Details

Benchmark	Russell Microcap
Inception	March 2012
Strategy Size	\$50.2 million

Risk Factors*	THB	Index
Beta	0.93	—
Tracking Error	7.24	—
Sharpe Ratio	0.59	0.32
Info Ratio	0.81	—
Std Deviation	22.0%	22.3%

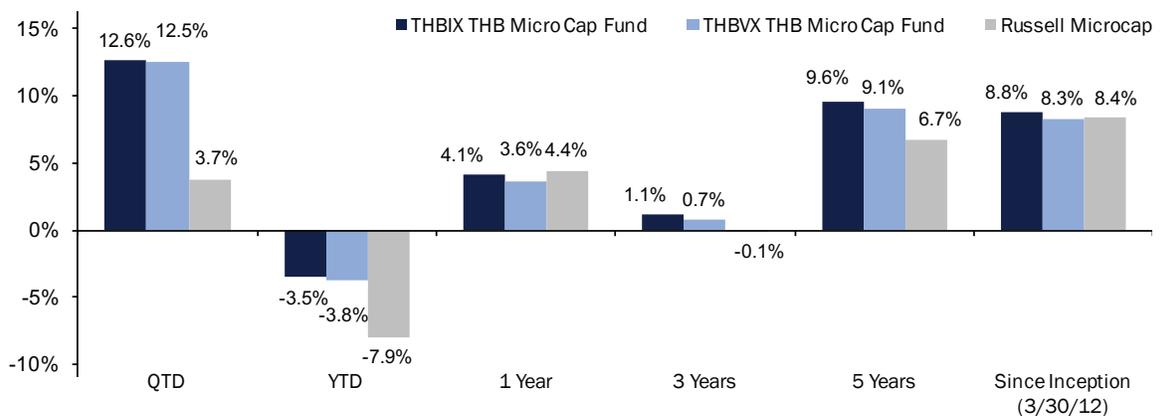
Market Commentary

The Russell Microcap® Index (Index) returned +3.7% (USD) in Q3 2020.

Consumer Discretionary (+26.7%) was the best performing sector in Q3 followed by Industrials (+10.8%) and Information Technology (+8.7%). Utilities (-7.5%) was the worst performing sector, followed by Consumer Staples (-5.7%) and Energy (-5.2%).

Economic data has continued to improve this quarter and by most measures we are experiencing a V Shaped recovery. Of course, there will be companies and industries which do not participate in the recovery. While unfortunate, there have always been companies and sectors which fall behind during historical economic expansions. Structural advantages, secular changes and rapid decision making allows a certain cohort of companies to outperform their peers. This is a natural part of the Darwinian nature of capitalism and over longer periods of time, is beneficial to the economy as a whole. The COVID experience has also created a subset of companies which will perform relatively better than others and we remain focused on finding those companies and adding them to our strategy.

Performance Snapshot (Net of Fees) (As of September 30, 2020)

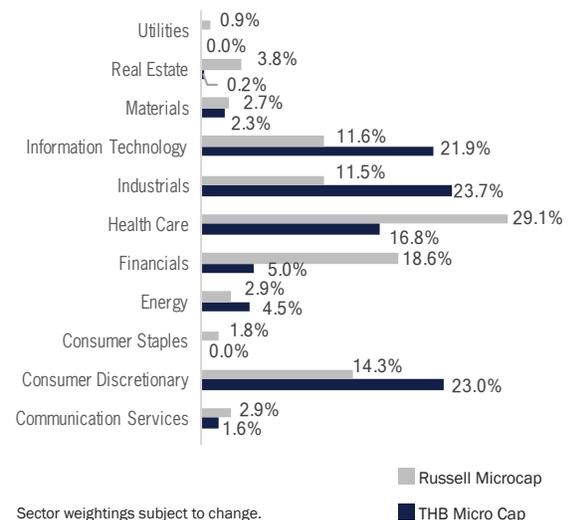


Performance data quoted represents past performance and does not guarantee similar future results. The investment performance and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost, and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 1-855-THB-FUND. There is a 2% redemption fee for shares held less than 30 days. Performance for periods over one year is annualized. Expense ratios: THBIX, gross 1.75%/net:1.25% THBVX, gross 2.20%/net: 1.70%. Fee waivers are contractual and in effect until February 28, 2021.

Portfolio and Benchmark Characteristics** (As of September 30, 2020)

Characteristics	THB Micro Cap	Russell Microcap
Holdings	100	1,316
Market Cap (\$mil)	922	624
Dividend Yield	0.6%	1.4%
LT Debt/Capital	32.3%	33.8%
P/E Forward	16.6x	—
EV/Sales	1.2x	1.2x

Sector Weightings (As of September 30, 2020)



Sector weightings subject to change.

Our Commitment

THB Asset Management is committed to building long term partnerships with our clients by providing investment products that seek to help achieve their long term goals.

Our entrepreneurial culture and boutique structure allow us to embrace the unique needs and preferences of our clients.

Our sole focus is to provide excellent stewardship of our clients' capital over full market cycles.

We are passionate about, and committed to, our thoughtful and disciplined process of investing in micro, small, and mid cap companies.

We will constantly measure and seek to mitigate risk while not straying from our stated investment mandates.

All of our clients will have full transparency and will be handled with the highest levels of integrity.

This material represents the portfolio manager's opinion and is not intended to be a forecast of future events, or a guarantee of future results. This information should not be relied upon by the reader as research or investment advice or a specific recommendation of securities.

Mutual fund investing involves risk, including the possible loss of principal. There are specific risks inherent in small cap investing such as greater volatility as compared to other funds that invest in stocks of companies with larger, potentially more stable, market capitalizations. There can be no assurance that the fund will achieve its stated objective.

The THB Asset Management Micro Cap Equity Fund is distributed by SEI Investments Distribution Co., 1 Freedom Valley Drive, Oaks, PA 19456, which is not affiliated with the Advisor.



THB Asset Management
101 Merritt 7, Penthouse
Norwalk, CT 06851
www.thbinc.com

Portfolio Commentary

The THB Micro Cap Fund returned +12.4% in USD (net of fees) in Q3 outperforming the Index by 870 bps.

The portfolio saw positive contribution from stock selection in Health Care (+2.8%), Energy (+1.7%), underallocation to Financials (+1.8%). Negative contribution came mainly from selection in Consumer Discretionary (-1.8%), Industrials (-0.3%), and Communication Services (-0.1%).

THB's top five performing stocks (from a contribution standpoint) were Digital Turbine, Inc. (1.6% of portfolio-Information Technology), +1.8%, Renewable Energy Group, Inc. (1.9% of the portfolio-Energy), +1.6%, Fulgent Genetics, Inc. (1.2% of portfolio-Health Care), +1.3%, PAR Technology Corporation (3.2% of portfolio-Information Technology), +1.0%, and BioLife Solutions, Inc. (1.4% of portfolio-Health Care), +0.9%.

The bottom five performing stocks (from a contribution standpoint) were Universal Technical Institute, Inc. (1.0% of portfolio-Consumer Discretionary), -0.4%, Heritage-Crystal Clean, Inc. (0.8% of portfolio-Industrials, -0.2%), First Busey Corporation (1.4% of portfolio-Financials), -0.2%, Frank's International NV (0.5% of portfolio-Energy), -0.2% and BayCom Corp. (0.6% of portfolio-Financials) -0.2%.

COVID-19 has elements of prior business recessions/recoveries, combined with unique elements all creating changes which are happening much faster than any prior cycles. The velocity of change is creating enormous opportunities within the share markets. Prior cycle playbooks have largely been rendered useless by the unique nature of CV19 and how it is reshaping our economy.

We have mentioned this before, and it remains even more applicable today. Macro events of differing forms will continue to blow through our economy, different political parties will run government and various natural disasters will cause concern, but the backdrop of ingenuity and creativity of the women and men running American businesses will remain constant. This steady backdrop provides amazing investment opportunities which we will continue to discover and add to your portfolio. Our well capitalized companies announced eight new acquisitions this quarter.

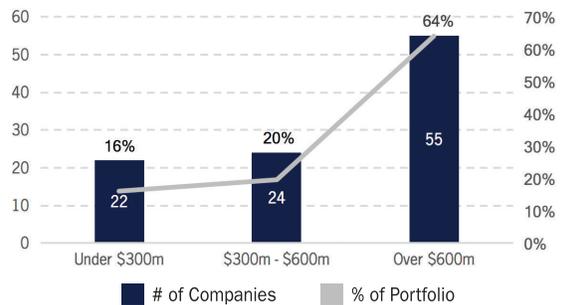
Corporate Activity

(As of September 30, 2020)

THB Asset Management Micro Cap	
Trailing 12 months (\$ in millions, except # of companies)	
Number of Companies	101
Companies with Share Repurchases	56
Companies that Paid Dividends	34
Value of Share Repurchases	1,383
Value of Dividends Paid	531
Total Capital Returned to Shareholders	1,914
Number of Acquisitions	64
Value of Acquisitions	2,800

Market Cap Distribution

(As of September 30, 2020)



We believe the fund's portfolio companies have returned capital back to shareholders via repurchases.

To determine if this Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. This and other information can be found in the Fund's prospectus, which may be obtained by calling 1-855-THB-FUND. Read the prospectus carefully before investing or sending money. Material must be preceded or accompanied by a current prospectus. Investors should read it carefully before investing or sending money.

* Beta is a measure of the volatility of a portfolio in comparison to the market as a whole. Tracking error is the divergence between the price behavior of a portfolio and of the benchmark. Sharpe Ratio is a measure for calculating risk-adjusted return. Information Ratio is a ratio of portfolio returns above the returns of a benchmark to the volatility of those returns. Standard deviation measures the historical volatility of a portfolio.

** LT Debt/Capital computes the proportion of a company's long-term debt compared to its available capital. The forward price-to-earnings ratio (forward P/E) is a valuation method used to compare a company's current share price to its expected per-share earnings. EV/EBITDA measures a company's return on investment by comparing enterprise value to earnings before interest, taxes, depreciation and amortization. EV/Sales compares the enterprise value of a company to the company's sales. Operating Margin measures a company's pricing strategy and operating efficiency. ROE is the amount of net income returned as a percentage of shareholders equity. ROIC assesses a company's efficiency at allocating the capital under its control to profitable investments.

1. Fee Waivers are contractual and in effect until February 28, 2021. Periods greater than 1 year are annualized. Returns represented include reinvestment of dividends and other income. **2.** "Portfolio & Benchmark Characteristics" and "Portfolio Sector Weightings" information is supplemental. **3.** Wilshire U.S. Micro-Cap Index used prior to June 2000; Russell Microcap Index used thereafter. Thomson, Horstmann & Bryant Inc. is a registered investment advisor specializing in smaller company strategies. Registration with the US Securities and Exchange Commission does not imply a certain level of skill or training. The benchmark is the Russell Microcap Index. The Russell Microcap Index is a capitalization weighted index of 2,000 stocks that captures the smallest 1,000 companies in the Russell 2000 and 1,000 smaller US based listed stocks. The index comparisons herein are provided for informational purposes only and should not be used as the basis for making an investment decision. You cannot invest directly in an index. **4.** Portfolio holdings and allocations are subject to change and should not be considered as investment recommendations to trade individual securities.