

# Driehaus Event Driven Fund

## Investment Philosophy

- Corporate events and special situations – such as M&A, spin-offs, restructurings and complex business models – create market inefficiencies and provide a consistent source of attractively mispriced securities, across the capital structure.
- In-depth, fundamental research and the ability to invest globally and across companies' capital structures offers opportunities to identify superior risk-adjusted investments.
- Investing in highly liquid securities promotes nimbleness and helps mitigate risk.

## % Month-End Performance (as of 7/31/20)

	Annualized						
	MTH	YTD	1 Year	3 Year	5 Year	10 Year	Inception <sup>1</sup>
Driehaus Event Driven Fund	1.00	5.19	7.27	7.13	5.05	n/a	4.62
S&P 500 Index <sup>2</sup>	5.64	2.38	11.96	12.01	11.49	n/a	12.52
FTSE 3-Month T-Bill Index <sup>3</sup>	0.01	0.54	1.37	1.70	1.15	n/a	0.84

## % Quarter-End Performance (as of 6/30/20)

	Annualized						
	QTR	YTD	1 Year	3 Year	5 Year	10 Year	Inception <sup>1</sup>
Driehaus Event Driven Fund	14.79	4.16	6.12	6.01	4.74	n/a	4.53
S&P 500 Index <sup>2</sup>	20.54	-3.08	7.51	10.73	10.73	n/a	11.79
FTSE 3-Month T-Bill Index <sup>3</sup>	0.14	0.52	1.55	1.72	1.15	n/a	0.85

## Morningstar Multi-Alternative Rankings<sup>6</sup> (as of 7/31/20)

	1 Year	3 Year	5 Year
Number of Funds in Category	97	81	68
Position - DEVDX	11	6	5
Percentile Ranking – DEVDX	11%	7%	7%

Source: Driehaus Capital Management, FactSet  
Data as of 7/31/20

The performance data shown represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Principal value and investment returns will fluctuate so that investors' shares, when redeemed, may be worth more or less than their original cost. Performance data represents the rate that an investor would have earned (or lost), during the given month, on an investment in the Fund (assuming reinvestment of all dividends and distributions). Average annual total return reflects annualized change. Since Fund performance is subject to change after the month-end, please call (877) 779-0079 or visit [www.driehaus.com](http://www.driehaus.com) for more current performance information.

<sup>1</sup>The Driehaus Event Driven Fund has an inception date of August 26, 2013. <sup>2</sup>The Standard & Poor's ("S&P") 500 Index consists of 500 stocks chosen for market size, liquidity, and industry group. It is a market-weighted index (stock price times number of shares outstanding), with each stock's weight in the index proportionate to its market value. <sup>3</sup>The FTSE 3-Month T-Bill Index is designed to mirror the performance of the 3-Month U.S. Treasury Bill. The FTSE 3-Month T-Bill Index is unmanaged and its returns include reinvested dividends. An investor cannot invest directly in an index. <sup>4</sup>Represents the Annual Fund Operating Expenses as disclosed in the current prospectus dated April 30, 2020. It is important to understand that a decline in the Fund's average net assets due to unprecedented market volatility or other factors could cause the Fund's expense ratio for the current fiscal year to be higher than the expense information presented. A shareholder may be required to pay a commission to their financial intermediary. <sup>5</sup>Since fund inception (8/26/13). <sup>6</sup>Morningstar peer group: Morningstar Multi-Alternative Category (all share classes). Data based on monthly returns of 97, 81 and 68 mutual funds (all share classes) for the one, three and five year periods respectively. Net of fees. Past performance is no guarantee of future results.

Terms: **Beta:** A measure of a portfolio's volatility compared to that of the market as a whole. **Effective Duration:** Duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change. **Spread Duration:** The sensitivity of the price of a bond to a 100 basis point change to its option-adjusted spread.

## Ticker

**DEVDX**

The Driehaus Event Driven Fund seeks to provide:

- Attractive risk-adjusted returns
- Low correlations to major asset classes
- Less than two-thirds the volatility of S&P 500 Index
- Idiosyncratic risk exposures

## Facts

Inception Date	8/26/13
Fund Assets Under Management	\$109M
Firm Assets Under Management	9.9B

Portfolio Concentration Flexible, best ideas approach, historically 25-50 trades

Distributions Quarterly dividends; annual capital gains

## Annual Operating Expenses<sup>5</sup>

Gross Expenses	1.93%
Net Expenses	1.93%

## Executive Summary

Long Exposure	\$75,246,506
Short Exposure	\$(15,319,578)
Net Exposure	\$59,926,927
Net Exposure % of AUM	54.73%
Gross Exposure	\$90,566,084
Gross Exposure % of AUM	82.72%

## Portfolio Summary

100 Day Volatility	17.27%
S&P 500 Index 100 Day Volatility	46.73%
Beta vs. S&P 500 Index <sup>5</sup>	0.32
Beta vs. ICE BofA Merrill Lynch US High Yield Index <sup>5</sup>	0.79
Beta vs. Bloomberg Barclays US Aggregate Bond Index <sup>5</sup>	(0.26)
Correlation vs. S&P 500 Index <sup>5</sup>	0.62
Correlation vs. ICE BofA Merrill Lynch US High Yield Index <sup>5</sup>	0.48
Correlation vs. Bloomberg Barclays US Aggregate Bond Index <sup>5</sup>	(0.10)

## Portfolio Management

**Michael Caldwell**, Portfolio Manager  
13 years of industry experience

**Tom McCauley**, Portfolio Manager  
14 years industry experience

**Yoav Sharon**, Portfolio Manager  
15 years industry experience

## Driehaus Event Driven Fund

### Fund Information

Types of events in which the fund frequently invests include:

#### Bond Catalyst Driven

Event-driven trades that are expressed predominately through bond positions.

#### Deep Value

Trade that attempts to capture the mispricing of an extremely undervalued security.

#### Equity Catalyst Driven

Event-driven trades that are expressed predominately through equity positions.

#### Portfolio Hedge

A hedge to an unwanted factor exposure, such as equity, volatility, credit or interest rate risk.

#### Risk Arbitrage

Trades that attempt to capture a valuation discrepancy between similar securities.

### Characteristics

#### Fixed Income

Effective Duration	-0.03 Years
Spread Duration	1.72 Years
Average % of Par - Long Credit	95.55%
Average % of Par - Short Credit	101.15%

#### Equity

Weighted Average Market Capitalization (USD in billion)	23.64
Weighted Harmonic Average P/E using FY1 Estimation	16.2x

### Investment Strategy

	Gross Exposure
Bond Catalyst Driven	23.6%
Deep Value	1.3%
Equity Catalyst Driven	53.7%
Portfolio Hedge	14.0%
Risk Arbitrage	7.4%
Total	100.0%

### Sector

GICS <sup>1</sup>	Gross Exposure
Communication Services	10.7%
Consumer Discretionary	3.1%
Consumer Staples	0.9%
Energy	1.9%
Financials	27.3%
Health Care	47.0%
Industrials	3.8%
Information Technology	0.0%
Materials	0.0%
Real Estate	4.2%
Utilities	1.1%
Other <sup>2</sup>	0.0%
Total	100.0%

### Asset Class

	Gross Exposure
Equity	71.1%
Derivatives	1.0%
Fixed Income	28.0%

### Region<sup>3</sup>

	Gross Exposure
United States	91.7%
Developed	8.3%

Source: Driehaus Capital Management, FactSet  
Data as of 7/31/20.

<sup>1</sup>The Global Industry Classification Standard (GICS), a collaboration between Standard & Poor's and Morgan Stanley Capital International, is a system of classification that identifies a company according to its business activity. <sup>2</sup>The Other Industry Sector data is not categorized within the GICS classification system.

<sup>3</sup>Region exposure is based on country of domicile.

Investments in overseas markets can pose more risks than U.S. investments, and share prices are expected to be more volatile than that of a U.S.-only fund. The Driehaus Event Driven Fund invests in foreign securities, including small and mid cap stocks, which may be subject to greater volatility than other investments. In addition, returns of this Fund will fluctuate with changes in stock market conditions, currency values, interest rates, foreign government regulations, and economic and political conditions in countries in which this Fund invests. These risks are generally greater when investing in emerging markets. These and other risk considerations are discussed in the prospectus for this Fund. At times, a significant portion of the Fund's return may be attributable to investments in initial public offerings (IPOs) or concentrations in certain strong performing sectors, such as technology. Returns from IPOs or sector concentrations may not be repeated or consistently achieved in the future. In addition, participating in IPOs and other investments during favorable market conditions may enhance the performance of a Fund with a smaller asset base, and this Fund may not experience similar performance results as its assets grow. Stocks of medium-sized companies tend to be more volatile in price than those of larger companies and may have underperformed the stocks of small and large companies during some periods. In addition, investments in medium-sized companies may be more susceptible to particular economic events or competitive factors than are larger, more broadly diversified companies. Growth stocks may involve special risks and their prices may be more volatile than the overall market. The Fund, in addition to investing in unrated and investment grade bonds, may also invest in junk bonds, which involve greater credit risk, including the risk of default. The prices of high yield bonds are more sensitive to changing economic conditions and can fall dramatically in response to negative news about the issuer or its industry, or the economy in general. The use of derivatives involves risks different from, and possibly greater than, the risks associated with investing directly in the underlying assets. Derivatives can be highly volatile, illiquid and difficult to value, and there is a risk that changes in the value of a derivative held by the Fund will not correlate with the Fund's other investments. Further, the Fund may invest in derivatives for speculative purposes. Gains or losses from speculative positions in a derivative may be much greater than the derivative's original cost and potential losses may be substantial. The Fund may make short sales. Short sales expose the Fund to the risk of loss. No investment strategy, including an absolute return strategy, can ensure a profit or protect against loss. Additionally, investing in an absolute return strategy may lead to underperforming results during an upward moving market. When interest rates increase, bond prices decrease and bond funds become more volatile. It is anticipated that the Fund will experience high rates of portfolio turnover, which may result in payment by the Fund of above-average transaction costs. This is a nondiversified fund compared to other funds, the Fund may invest a greater percentage of assets in a particular issuer or a small number of issuers. As a consequence, the Fund may be subject to greater risks and larger losses than diversified funds.

**Please consider the investment objectives, risks, fees and expenses of the Fund carefully prior to investing. The prospectus and summary prospectus contain this and other important information about the Fund. To obtain a copy of the prospectus and/or summary prospectus, please call us at (800) 560-6111. Please read the prospectus and summary prospectus carefully before investing.**

Forside Financial Services, LLC, Distributor