



TCM SMALL CAP GROWTH FUND

Investment Objective & Strategies

The investment objective of the Fund is to seek long-term capital appreciation. Under normal market conditions, the Fund invests at least 80% of its total assets in stocks of small capitalization (“small cap”) companies. The Fund defines small cap companies as companies with market capitalizations that are consistent with the market capitalizations of companies in the Russell 2000 Index.

Investment Process

TCM uses fundamental research to identify companies with the potential for superior earnings growth and sustainable valuations. TCM’s intensive bottom-up, fundamental research drives stock selection, which TCM believes is most likely to generate excess returns. The investment process uses a team-oriented approach, where members of the team leverage the expertise of their colleagues in an environment that facilitates the exchange of ideas and insights.

Portfolio Manager



Richard J. Johnson, CFA

Richard Johnson is the chief investment officer of Tygh Capital Management and the portfolio manager of the Fund. Prior to joining Tygh Capital Management, he served as senior vice president and chief investment officer for Columbia Management Advisor’s equity team in Portland, Oregon, and the portfolio manager of the small cap team. Mr. Johnson graduated cum laude with a BA degree in geology from Occidental College in 1980 and received his MBA degree from Anderson Graduate School of Management at UCLA in 1990. He devotes full time to portfolio management and securities analysis.

March 31, 2017

Basic Fund Facts

Symbol	TCMSX
CUSIP	742935455
Fund Inception	10/1/2004
Total Assets	\$293M
Minimum Investment	\$2,500

Portfolio Characteristics

	Fund	Russell 2000 Growth
Number of Holdings	94	1,157
Average Weighted Market Capitalization	\$3.4 B	\$2.4 B
Forward P/E	21.9x	21.3x
Long-Term Future Growth Rate	15.8%	15.2%
Return on Equity	12.0%	15.0%
Price to Book	3.1x	3.8x
Forward P/E/LT Growth Rate	1.4x	1.4x

Long-Term Future Growth Rate is not a measure of the Fund’s future performance.

Top Holdings (% of net assets)

Lumentum Holdings	2.99%
Tower Semiconductor	2.92%
Veeva Systems	2.50%
Dycom Industries	2.48%
Take-Two Interactive Software	2.24%
MasTec	1.93%
Kinsale Capital Group	1.74%
Quanta Services	1.64%
Evolent Health	1.58%
PTC	1.57%

Fund holdings are subject to change and are not recommendations to buy or sell any security.

First Quarter Performance Review

Performance. The performance of the TCM Small Cap Growth Fund for the quarter was 7.47%.

Attribution. The first quarter saw many reversals from what worked in the fourth quarter of 2016 – larger cap stocks beat smaller caps, growth bested value, the run in industrials following the election faded, and the healthcare sector recovered largely on the back of biopharma stocks. The top performing sectors in the Russell 2000 Growth Index for the quarter were healthcare, materials and technology, with the laggard being the energy sector by a wide margin. Even though the portfolio is underweight biopharma stocks, our stock selection in other healthcare industries, such as healthcare providers and professional services, was positive and offset that headwind. The portfolio's outperformance for the period was due to strong stock selection in technology, healthcare, industrials and energy, offset by the negative effects of our sector allocation (primarily an overweight to energy and underweight to healthcare).

The top contributor for the quarter was VCA, a diversified animal healthcare company. In early January, Mars announced that it was acquiring VCA at a 30% premium to its current valuation, adding VCA to its existing animal hospital chain and pet food division. Another strong contributor once again was Tower Semiconductor, which operates as an independent semiconductor foundry producing chips for use in the consumer electronics, PCs, communications, automotive, industrial and medical device areas. The company again continued to post positive earnings and guidance reports, attracting more interest from investors and driving valuation expansion. Lastly, Lumentum Holdings, a relatively new holding in the portfolio, was one of our top performers for the quarter. Lumentum manufactures optical and laser components for telecommunication networks and data communication centers. In addition, it is expected that higher end smartphones will use the company's laser components for new 3D sensing and imaging technologies.

The largest detractor to performance for the quarter was Cardtronics, the world's largest non-bank provider of ATM machines. Although the company's earnings release in early February met earnings expectations, the company lowered guidance for 2017 based on some of these issues. We have exited the position until we get greater clarity on replacing a significant customer (7 Eleven) and the treatment of interchange fees in Europe. Another detractor for the period was Superior Energy Services, which provides a wide range of drilling and production services to the oil and gas industry. We established this position at the beginning of the year based on company fundamentals and a recovering market for oil prices. During the quarter, the price of oil declined over 10% on a sudden bout of profit taking, as global inventories remained stubbornly high despite OPEC production cuts, the U.S. rig count and production increased faster than expected, and Saudi officials threw doubt on whether OPEC would renew for another six months the cuts that will otherwise expire at the end of June. While still overweight the sector, we have reduced our enthusiasm for the near term.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectuses contain this and other important information about the Fund, and it may be obtained by calling 1-800-536-3230. Please read it carefully before investing.

The Fund invests in smaller and medium sized companies, which involve additional risks such as limited liquidity and greater volatility than large capitalization companies.

Performance (as of March 31, 2017)

Total Returns (%)	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	1Q17
TCMSX	18.78	16.48	-43.24	26.88	21.69	-7.52	12.62	49.69	6.60	-0.99	16.00	7.47
Russell 2000 Growth	13.35	7.05	-38.54	34.47	29.09	-2.91	14.59	43.30	5.60	-1.38	11.32	5.35
Lipper SC Growth	10.30	8.70	-42.10	36.20	27.62	-3.43	13.09	42.29	2.23	-2.17	9.80	5.81

Average Annual Total Return (%)	1 Year	3 Year	5 Year	10 Year	Inception ¹
TCMSX	29.21	7.93	14.08	7.26	10.22
Russell 2000 Growth	23.03	6.72	12.10	8.06	9.07
Lipper Small Cap Growth	22.09	5.02	10.49	7.24	8.56

¹ Inception of TCMSX is October 1, 2004.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate, so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-536-3230.

Total Annual Fund Operating Expenses: 0.95%

Sector Diversification (%)	Fund	Russell 2000 Growth
Information Technology	33.23	23.64
Industrials	21.80	16.92
Health Care	19.01	21.72
Consumer Discretionary	7.95	15.09
Financials	6.68	8.16
Energy	3.85	1.26
Cash	3.69	0.00
Materials	2.53	5.70
Telecommunication	0.78	1.23
Real Estate	0.46	2.81

Sector allocations are subject to change at any time.

P/E is the price of a stock divided by its reported earnings per share. Forward P/E is the estimated P/E of a stock for at least the next four quarters. Long-Term Future Growth Rate is the estimated growth rate of the company's earnings over at least the next three years. Return on equity is the amount of net income returned as a percentage of shareholders equity. Return on invested capital is a profitability ratio that measures the return that an investment generates for those who have provided capital, i.e. bondholders and stockholders. Price to Book is the current price of a stock divided by its latest book value per share. Forward P/E/LT-Growth Rate is the estimated future P/E of a stock divided by its Long-Term Future Growth Rate.

The Russell 2000 Growth Index is an unmanaged index representing those Russell 2000 Index companies with higher price-to-book ratios and future projected earnings according to Russell Investments. Growth stocks typically are more volatile than value stocks; however, value stocks have a lower expected growth rate in earnings and sales. One cannot invest directly in an index. Lipper Analytical Services, Inc. is an independent mutual fund research and rating service. Each Lipper average represents a universe of funds with similar investment objectives.

Investments in foreign securities involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater in emerging markets. Growth-oriented funds may underperform when value investing is in favor.

QUASAR DISTRIBUTORS, LLC, DISTRIBUTOR