

Roumell Opportunistic Value Fund

Institutional Class Shares, RAMSX

Class A Shares, RAMVX

Finding Value through **Out of Favor, Overlooked or Misunderstood** Securities



Portfolio Managers James C. Roumell
and Edward A. Crawford

“ We find value by pursuing securities that are out of favor, overlooked, or misunderstood, where an analytical, informational or behavioral edge is more likely, as compared to popular securities, which are well understood by most investors. ”

Roumell Asset Management, LLC

Roumell

Patient investing based on relentless research

Founded in 1998 as a separate account manager, Roumell Asset Management, LLC now offers a mutual fund using the same investment style.

“Jim’s investment philosophies and his actual investments snugly fit into my criteria for securities investment.”

– Martin J. Whitman
Founder, Third Avenue Funds

CORPORATE DEBT
HIGHER YIELDING
WELL-CAPITALIZED UNDISCOVERED
SPECIAL SITUATIONS
FLEXIBILITY
HSA
OUT OF FAVOR
BLUE CHIP
COMPANIES
DEEPLY DISCOUNTED
CLOSED END
BOND FUNDS

Objective: To deploy capital on a highly opportunistic basis while viewing cash as an important portfolio tool in order to generate strong real rates of return over time.



Our research process is relentless and includes regular travel to see management teams, assets, customers, and competitors firsthand.

Roumell Asset Management is an **opportunistic** capital allocator (OCA)

Roumell Asset Management pursues long-term capital growth and income through opportunistic value investing. We believe owning a basket of deeply researched, conservatively financed securities, which are overlooked by Wall Street and thus able to be bought cheaply, maximizes the probability of solid returns over time. The firm adheres to the following approach:

- We find value by pursuing securities that are out of favor, overlooked, or misunderstood, where an analytical or informational edge is more likely, as compared to popular securities, which are well understood by most investors.
- We analyze a company as a private business. The price we pay for a common stock must be at a substantial discount to what we believe the issuer is worth as a private company. We ask ourselves if we would want to own the entire company at the price being offered.
- In the absence of compelling investment opportunities, we hold cash.
- We invest predominantly in companies with strong balance sheets, an approach that we believe dramatically reduces our risk of permanent loss of capital. The companies in which we invest possess valuable assets, tend to have substantial cash positions, and are typically unencumbered by significant liabilities.
- We do not share the common view that volatility is risk. While volatility can be distressing, it creates exceptional investment opportunities for those poised to exploit it. Further, it offers us the chance to reduce the average cost on our existing positions. We simply believe thorough research and a great price ultimately trump the discomfort of volatility.
- Because our investments are based on specific knowledge, we have less of a need to over-diversify. We typically invest about 5% of our portfolio in each of our highest-conviction ideas, whereas most mutual funds often invest only 2% in high-conviction ideas. We believe that our best ideas deserve much more of our capital.
- Management teams with whom we partner are measured by integrity, drive, competence as operators and capital allocators, and incentives to do right by shareholders.
- We invest in corporate bonds, most often supported by hard assets, that offer attractive yields and are protected by rights to claim assets ahead of common and preferred stock.
- Our research process is relentless and includes regular travel to see management teams, assets, customers, and competitors firsthand.
- We measure ourselves on a rolling three-year basis because the gap between market value and intrinsic value often does not close in one quarter or even one year.
- When our target price is met, we sell.
- We believe that the temperament to remain steadfast in our analytical conviction, especially when others are consumed by fear or blinded by enthusiasm, is necessary to obtaining superior long-term returns. Further, flexibility must be maintained in order to avoid the pitfalls of overconfidence.

Honoring Your Trust

Investors in our Fund have committed hard-earned capital to our care. We honor that act of trust in the following ways:

- The partners at Roumell Asset Management, LLC have **100%** of their investment assets invested in one of the firm's portfolio options (separate accounts and/or mutual fund).
- In contrast to typical disclosure practices in the mutual fund industry, we report in our annual and semi-annual reports the **cost basis** of the securities in the Fund, as well as **realized gains and losses**.
- We intend to keep our assets at a size that enables us to remain nimble and participate in less liquid segments of the market that can have a substantial impact on portfolio performance.

Portfolio Managers

James (Jim) C. Roumell

Mr. Roumell entered the securities industry in 1986. Before founding the firm in 1998, he was a Registered Principal at Raymond James Financial Services, Inc. Mr. Roumell was selected to participate in, and won, two consecutive Wall Street Journal stock picking contests (in 2001 and 2002) before the contest was discontinued. Mr. Roumell has been featured in such publications as Barron's, Kiplinger's, Value Investor Insight, Financial Planning Magazine, and The Washington Post. He is a graduate of Wayne State University in Detroit, Michigan. Mr. Roumell is also a board member of Transitional Housing Corporation, Inc., a not-for-profit group providing affordable housing to low income residents of Washington, DC.

Edward (Ted) A. Crawford

Prior to joining Roumell Asset Management in January 2012, Mr. Crawford spent 14 years in New York in the financial services industry. Most recently, Mr. Crawford was an Analyst and Partner for six years with Maple Leaf Partners, a value-oriented long-short equity hedge fund. Earlier in his career he was an Analyst with George Weiss Associates, a market-neutral hedge fund. Mr. Crawford received a BA in music from the University of North Carolina at Chapel Hill and an MBA from Columbia University's Graduate School of Business with a concentration on the Graham and Dodd philosophy of value investing. He was president of the investment management club while at Columbia.

Important Mutual Fund Disclosures

An investor should consider the investment objectives, risks, and charges and expenses of the Fund before investing. The prospectus contains this and other information about the Fund. A copy of the prospectus is available at www.roumellfund.com or by calling Shareholder Services at 800-773-3863. The prospectus should be read carefully before investing.

An investment in the Fund is subject to investment risks, including the possible loss of some or the entire principal amount invested. There can be no assurance that the Fund will be successful in meeting its investment objective. Investment in the Fund is also subject to the following risks: market risk, opportunistic investment strategy risk, sector risk, non-diversified fund risk, portfolio turnover risk, investment advisor risk, new fund risk, currency risk, political/economic risk, small-cap and mid-cap securities risk, micro-cap securities risk, foreign securities risk, interest rate and credit risk, maturity risk, inflation risk, investment-grade securities risk, lower rated securities or junk bonds risk, municipal securities risk, REITs risk, and risks of investing in corporate debt securities and markets. More information about these risks can be found in the Fund's prospectus.

The Roumell Opportunistic Value Mutual Fund is distributed by Capital Investment Group, Inc., Member FINRA/SIPC, 17 Glenwood Ave, Raleigh, NC, 27603. There is no affiliation between Roumell Asset Management, LLC, including its principals, and Capital Investment Group, Inc.

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