

# SEMPER MBS TOTAL RETURN FUND

Q3 2020



SEMMX | SEMPX | SEMOX

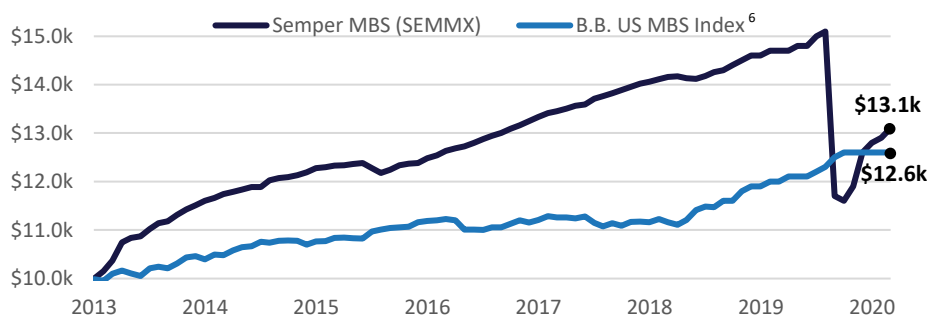
www.semperfunds.com

An opportunistic fixed income strategy designed to provide low correlation to core fixed income while offering current yield, low interest rate sensitivity and limited downside volatility.

## FUND OVERVIEW

- The Semper MBS Total Return Fund seeks to provide a high level of risk-adjusted current income and capital appreciation.
- Under normal market conditions, the Fund invests at least 80% of its net assets in Mortgage-Backed Securities (MBS), including Residential MBS (RMBS) and Commercial MBS (CMBS). These include securities issued by private entities (Non-Agency MBS) and government-sponsored entities (Agency MBS).
- The Fund has access to a Line of Credit provided by US Bank to use for redemption purposes.

## GROWTH OF \$10,000 SINCE INCEPTION



This chart shows the performance of a hypothetical \$10,000 investment in the Fund on July 22, 2013, assuming reinvestment of dividends and capital gains. It does not imply any future performance.

## FUND PERFORMANCE (as of 09/30/20)

Total Returns	3 Months	YTD <sup>7</sup>	1 Year	3 Years	5 Years	Inception <sup>^</sup>
Institutional Class	4.11%	-11.57%	-11.04%	-0.89%	1.21%	3.82%
Investor Class	4.15%	-11.46%	-10.99%	-1.05%	1.01%	3.60%
Class A at MOP <sup>^^</sup>	2.03%	-13.20%	-12.64%	-1.71%	N/A	0.62%
B.B. US MBS Index	0.11%	3.62%	4.36%	3.68%	2.98%	3.21%
Excess Return	4.00%	-15.19%	-15.40%	-4.57%	-1.77%	0.61%

Unless otherwise stated, all data is as of 09/30/2020. Performance data quoted represents past performance; past performance does not guarantee future results. <sup>^</sup>Fund inception date of investor and institutional shares was July 22, 2013, and December 18, 2015 for Class A Shares. <sup>^^</sup>Performance with sales charge reflects the Class A shares maximum sales charge of 2.00%. 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 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 855-736-7799. Returns over one year are annualized. The Institutional Share class (SEMMX) has no load; The investor share class (SEMPX) is charged a 0.25% Rule 12b-1 distribution and service fee.; The class A shares (SEMOX) are also charged a 0.25% Rule 12b-1 distribution and service fee and redemption within 18 months of purchase of investments of \$1 Million or more are subject to a 0.50% CDSC (contingent deferred sales charge).

## HOW TO INVEST

Class	CUSIP	Ticker
Institutional	00770X758	SEMMX
Investor	00770X741	SEMPX
Class A	00768D152	SEMOX

## FUND CHARACTERISTICS

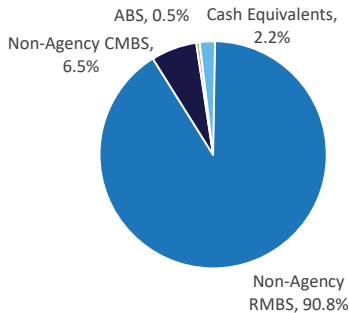
Total Assets	\$1,214.4 Million
Inception Date <sup>^</sup>	7/22/13
Effective Duration <sup>1</sup>	2.0 years
Number of Securities	336
Percent Floating Rate	49%
Average Coupon <sup>2</sup>	3.30%
Average Price	\$91.19
Average Life	5.8 years
Standard Deviation <sup>3</sup>	13.73%
Sharpe Ratio <sup>4</sup>	-0.18

## FUND INFORMATION

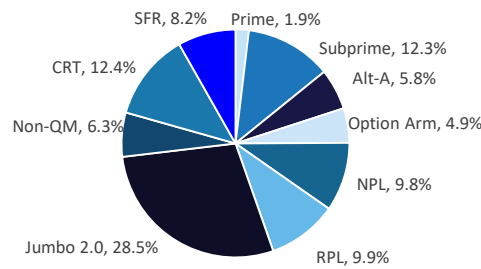
	SEMMX	SEMPX	SEMOX
Operating Expenses <sup>gross</sup>	0.77%	1.02%	1.02%
30 Day SEC Yield <sup>5</sup> <sup>unsubsidized</sup>	3.48%	3.23%	3.17%
Trailing 12 Month Yield	4.96%	4.68%	4.67%

SEMMX	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	1.33%	0.45%	-22.23%	-1.25%	2.75%	5.75%	1.68%	0.56%	1.81%				-11.57%
2019	0.43%	0.59%	0.35%	0.67%	0.60%	0.41%	0.42%	0.38%	0.30%	0.13%	0.18%	0.30%	4.86%
2018	0.88%	0.36%	0.44%	0.46%	0.48%	0.47%	0.32%	0.33%	0.36%	0.11%	-0.29%	-0.09%	3.89%
2017	0.61%	0.51%	0.47%	0.66%	0.55%	0.64%	0.66%	0.59%	0.28%	0.41%	0.43%	0.21%	6.19%
2016	-0.85%	-0.79%	0.54%	0.74%	0.25%	0.11%	0.82%	0.49%	0.75%	0.40%	0.30%	0.59%	3.38%
2015	0.03%	1.15%	0.40%	0.16%	0.34%	0.49%	0.67%	0.19%	0.28%	0.04%	0.21%	0.14%	4.18%
2014	1.36%	1.09%	0.36%	1.18%	1.05%	0.70%	0.84%	0.51%	0.64%	0.44%	0.35%	0.45%	9.34%
2013	-	-	-	-	-	-	-	1.50%	2.12%	3.61%	0.90%	0.31%	8.69%

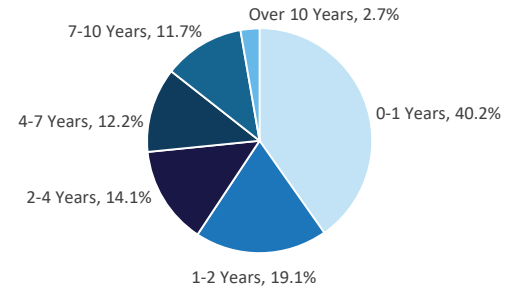
## SECTOR ALLOCATION



## NON-AGENCY RMBS ALLOCATION



## DURATION



## FIRM OVERVIEW

- Semper Capital Management, L.P., SEC- registered investment adviser, established in 1992
- Offer range of structured product investments, primarily focused on mortgages
- Minority Business Enterprise (MBE) certified by the NY & NJ Minority Supplier Development Council; Recognized as a Minority/Veteran owned business by the National Minority Business Council, Inc.; Certified and recognized as a Veteran Owned Business (VOB) by the National Veteran Business Development Council.
- Firm Assets: \$2.50 Billion

## FUND MANAGEMENT

### Greg Parsons

Chief Executive Officer  
Industry Experience: 22 years  
Education: A.B., Princeton University

### Thomas Mandel, CFA

Co-Founder, Chief Investment Officer  
Industry Experience: 35 years  
Education: B.S., M.B.A., Wharton School, Univ. of Pennsylvania

### Neil Aggarwal

Head of Trading, Deputy CIO  
Industry Experience: 16 years  
Education: B.S. (Mathematics & Finance), Univ. of Maryland

## CONTACT INFORMATION

**SEMPER MBS TOTAL RETURN FUND**  
c/o U.S. Bancorp Fund Services, LLC.  
P.O. Box 701  
Milwaukee, Wisconsin 53201-0701  
855-736-7799

**SEMPER CAPITAL MANAGEMENT, L.P.**  
Investor Relations  
52 Vanderbilt Ave., Suite 401  
New York, New York 10017  
212-612-9102  
InvestorRelations@sempercap.com

**RISKS AND DISCLOSURES** This material must be preceded or accompanied by a prospectus. Please refer to the prospectus for further details. Mutual fund investing involves risk. Principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. The Fund may make short sales of securities, which involves the risk that losses to those securities may exceed the original amount invested by the Fund. Investments in Mortgage-Backed Securities include additional risks that investors should be aware of such as credit risk, interest rate risk, prepayment risk, real estate market risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund may invest in securities that are less liquid which can be difficult to sell. The Fund may use certain types of investment derivatives such as futures, forwards, and swaps. Derivatives involve risks different from, and in certain cases, greater than the risks presented by more traditional investments. The Fund may use leverage which may exaggerate the effect of any increase or decrease in the value of portfolio securities. The Fund may invest in TBA securities which involve interest rate and investment exposure risks. The Fund may invest in When-Issued securities which may involve less favorable prices for securities, when delivered, and failure to deliver securities could cause a loss to the Fund. Sector allocations are subject to change and should not be considered a recommendation to buy or sell any security.

<sup>1</sup> Effective Duration: Calculation for bonds with cash flow variability. It takes into account that expected cash flows will fluctuate as interest rates change. <sup>2</sup> Average Coupon: The weighted average of annual interest rate paid on the underlying securities, expressed as a percentage of the face value. <sup>3</sup> Standard Deviation: Calculated based on a rolling 3-year number and, when applied to the annual rate of return of an investment, is a statistical measurement that sheds light on the historical volatility of an investment. <sup>4</sup> Sharpe Ratio: The average return earned in excess of the risk-free rate per unit of volatility or total risk. <sup>5</sup> The 30 Day SEC Yield is a standardized yield which is calculated based on a 30-day period ending on the last day of the previous month. It is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period. <sup>6</sup> Bloomberg Barclays US MBS Index covers agency mortgage-backed pass-through securities - both fixed-rate and hybrid ARM - issued by Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC). Pool aggregates must have at least \$250 Million outstanding with a weighted average maturity of at least 1 year. One cannot invest directly in an index. <sup>7</sup> Year To Date

©“Semper Capital Management” is a registered trademark. The Semper MBS Total Return Fund is distributed by Quasar Distributors, LLC.

Registration with the SEC does not in any way constitute an endorsement by the SEC of an investment adviser's skill or expertise.