



# Quarterly Review

Class	Ticker	CUSIP
A	IVWAX	45070A107
C	IVWCX	45070A503
I	IVWIX	45070A206

*Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. Returns are shown net of fees and expenses and assume reinvestment of dividends and other income. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month-end, please call (866) 941-4482.*

## Investment Risks

*There are risks associated with investing in funds that invest in securities of foreign countries, such as erratic market conditions, economic and political instability and fluctuations in currency exchange rates. Value-based investments are subject to the risk that the broad market may not recognize their intrinsic value.*

*Effective February 22, 2011, this fund is closed to new investors.*

The IVA Worldwide Fund Class A (NAV) ("the Fund") ended the quarter on December 31, 2017 with a return of 2.70% versus the MSCI All Country World Index (Net) ("Index") return of 5.73% bringing YTD performance to 13.54% versus the Index return of 23.97% for the same period.

Global markets continued to move upwards with very little volatility in the fourth quarter. In December, the U.S. Federal Reserve raised interest rates for the third time this year, with further increases expected in 2018. Also in December, President Trump signed into law a sweeping overhaul of the U.S. federal income tax system. Time will tell what effects the tax reforms have on the U.S. economy and beyond.

The portfolio's elevated cash position, overwhelmingly a result of stretched valuations across global markets, continued to dilute equity returns this quarter. Our equities were up 5.6%, compared to those in the Index\* which were up 5.7%. Our names in the U.S. contributed most to performance, adding 1.5%, led by a few top 10 names: Berkshire Hathaway, Bank of America, News Corporation and Mastercard Incorporated. Our stocks in South Korea contributed 0.5% and the United Kingdom contributed 0.3%. Our names listed in Bermuda, Hong Kong and Thailand detracted a total of -0.1%. The only sector to detract from performance this quarter was Telecommunications Services, taking away -0.04%. Consumer Discretionary contributed 1.0%, followed by Industrials and Financials which contributed a total of 1.1%.

Fixed income contributed 0.03% to performance this quarter. Although elevated prices continue to make it difficult to find opportunities in fixed income, we added one new energy-related name over the quarter. Our total fixed income exposure decreased over the period from 2.5% to 2.0% as an existing position was called in December.

Our currency hedges detracted -0.1% and were unchanged this quarter, remaining at: 41% Australian dollar; 10% euro; 25% Japanese yen; 30% Korean won.

Gold was up 1.8% this quarter and added 0.1% to performance. Our gold bullion position was 5.6% as of December 31, 2017. Gold remains an important part of the portfolio, acting as an imperfect hedge against financial assets going down in price.

Cash decreased from 40.4% to 40.0% over the quarter and equity exposure increased from 51.4% to 52.4%. While we trimmed some existing equity positions as markets went up, we also found new opportunities, including names in the U.S., Continental Europe, South Korea and Mexico.

Global market valuations continue to pose a challenge as we search for securities that we believe offer appropriate discounts. We look forward to an eventual pickup in global market volatility which should enable us to put cash to work as we attempt to preserve your capital and deliver respectable positive absolute returns.

We appreciate your continued confidence and thank you for your support.

\* Excludes gold mining stocks

## Performance Information (as of December 31, 2017)

Class	Average Annual Total Returns					
	3 Months	YTD	1 Year	3 Year	5 Year	Since Inception**
A (NAV)	2.70%	13.54%	13.54%	5.57%	7.26%	8.87%
A (with load)	-2.44%	7.88%	7.88%	3.78%	6.16%	8.27%
C	2.53%	12.71%	12.71%	4.76%	6.46%	8.05%
I	2.78%	13.84%	13.84%	5.83%	7.53%	9.13%
MSCI All Country World Index (Net)	5.73%	23.97%	23.97%	9.30%	10.80%	8.44%

\*\*Inception date is 10/1/2008.

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Maximum sales charge for the A shares is 5.00%. C shares include a 1% CDSC Fee for the first year only. The expense ratios for the fund are as follows: 1.25% (A Shares); 2.00% (C Shares); 1.00% (I Shares).

As of December 31, 2017, the IVA Worldwide Fund's top 10 holdings were: Gold Bullion (5.6%); Berkshire Hathaway, Inc. Class A; Class B (4.7%); Astellas Pharma, Inc. (3.3%); Bureau Veritas SA (2.5%); Nestle SA (2.3%); Oracle Corporation (1.7%); Bollore SA (1.6%); Mastercard Inc., Class A (1.6%); Bank of America Corp. (1.4%); News Corp. Class A; Class B (1.4%).

MSCI All Country World Index (Net) is an unmanaged index consisting of 47 country indices comprised of 23 developed and 24 emerging market country indices and is calculated with dividends reinvested after deduction of withholding tax. The Index is a trademark of MSCI Inc. and is not available for direct investment.

The views expressed in this document reflect those of the portfolio manager(s) only through the end of the period as stated on the cover and do not necessarily represent the views of IVA or any other person in the IVA organization. Any such views are subject to change at any time based upon market or other conditions and IVA disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for an IVA fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any IVA fund. The securities mentioned are not necessarily holdings invested in by the portfolio manager(s) or IVA. References to specific company securities should not be construed as recommendations or investment advice.

An investor should read and consider the funds' investment objectives, risks, charges and expenses carefully before investing. This and other important information are detailed in our prospectus and summary prospectus, which can be obtained by calling 1-866-941-4482 or visiting [www.ivafunds.com](http://www.ivafunds.com). Please read the prospectus and summary prospectus carefully before you invest. The IVA Funds are offered by IVA Funds Distributors, LLC.



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