



# Quarterly Review

Class	Ticker	CUSIP
A	IVIOX	45070A305
C	IVICX	45070A602
I	IVIQX	45070A404

*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.*

The International Fund Class A (NAV) ("the Fund") ended the quarter on June 30, 2018 with a return of -2.25% versus the MSCI All Country World Index (ex-U.S.)(Net) ("Index") return of -2.61%, bringing YTD performance to -2.64% versus the Index return of -3.77%.

Markets continued to behave erratically during the second quarter of 2018 as investors reacted to a multitude of concerns, including rising interest rates in the United States, turmoil in emerging markets, political uncertainties in Europe and a simmering trade war between the United States and China. This volatility provided opportunities for us to initiate a few new positions. In addition, as our equities were down -3.4% for the quarter, we were able to take advantage of temporary price weakness in some names we believe to be good long term investments.

Although our equities underperformed the Index, the Fund as a whole was still able to outperform thanks in part to our cash position which helped to minimize drawdowns during volatile periods. Our currency hedges also helped protect the portfolio as the U.S. dollar appreciated against most currencies over the quarter.

By country, South Korea detracted the most from performance, taking away -1.0%, followed by Japan and Ireland, which detracted -0.8% and -0.1% respectively. In South Korea, we were hurt most by our Consumer Discretionary names and Samsung Electronics. France contributed the most, adding 0.2%. China and the Netherlands each contributed 0.1%. By sector, Consumer Discretionary detracted the most, taking away -0.8%, followed by Financials and Industrials, which detracted -0.5% and -0.4% respectively. Materials and Energy each contributed 0.1%.

Fixed income contributed 0.1% to performance. Our exposure decreased slightly from 2.6% to 2.3%.

Our currency hedges contributed 0.4% and were relatively unchanged this quarter, remaining at: 40% Australian dollar; 10% euro; 35% Japanese yen; 29% Korean won.

Gold was down -5.6%, detracting -0.4% from performance. Our gold bullion position was 6.8% as of June 30, 2018. Gold continues to be an important part of our portfolio, acting as a potential hedge against extreme market events.

We were net buyers this quarter, as we were able to add to some existing positions and find new names in Europe, Japan and South Korea. We also trimmed a few positions that went up in price and approached our intrinsic value estimates. Our equity exposure increased from 67.5% to 68.0% while cash decreased from 22.9% to 22.7% over the quarter.

Increased global market volatility should continue to provide us with select stock picking opportunities as we attempt to preserve your capital and deliver respectable positive absolute returns.

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

## Performance Information (as of June 30, 2018)

Class	Average Annual Total Returns					
	3 Months	YTD	1 Year	3 Year	5 Year	Since Inception**
A (NAV)	-2.25%	-2.64%	3.29%	3.93%	5.52%	8.04%
A (with load)	-7.12%	-7.51%	-1.90%	2.17%	4.44%	7.48%
C	-2.47%	-3.02%	2.48%	3.15%	4.74%	7.23%
I	-2.25%	-2.52%	3.47%	4.18%	5.79%	8.31%
MSCI All Country World Index (ex-U.S.) (Net)	-2.61%	-3.77%	7.28%	5.07%	5.99%	5.25%

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

### Past performance does not guarantee future results.

*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 June 30, 2018, the IVA International Fund's top 10 holdings were: Gold bullion (6.8%); Bureau Veritas SA (3.8%); Sodexo SA (2.9%); Astellas Pharma Inc. (2.8%); Nestle SA (2.4%); Airbus Group SE (2.4%); Samsung Electronics Co., Ltd. (2.3%); Kangwon Land, Inc. (1.8%); Alten SA (1.8%); Haw Par Corporation Limited (1.7%).*

*MSCI All Country World Index (ex U.S.) (Net) is an unmanaged index consisting of 46 country indices comprised of 22 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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