



Market Summary

The previous 12-months have been strong for the financial markets, albeit the last 2 months have woken investors to the fact that the markets can decline as well as appreciate. Against this backdrop, the Regal Total Return Fund provided participation in the rally, although it did lag our broader benchmark, the Morningstar Moderate Target Risk Index. This is to be expected given our focus on risk mitigation and volatility reduction. It remains to be seen if the fund can shine in this new higher volatility regime.

Within our equity allocation, our overweight to the Consumer Discretionary Sector, as well as stock selection in this sector was a contributor to portfolio performance. Negative attribution was seen from our stock selection in the Energy Sector. Lastly, our 15%-20% cash position that we held most the year was a drag on performance given the strong run the market experienced. This cash position was a result of what we believe to be stretched valuations and our inability to find enough attractive opportunities in which to place our capital.

Within our fixed income allocation our overweight to High-Yield and Emerging Markets were positive contributors. On the negative front, our underweight to Treasuries proved to be a detractor from the portfolio, as this area of the market outperformed the broader fixed income indices.

Finally, on the Commodity front, results were largely mixed. Our exposure to the Euro and Oil Markets were strong contributors for the balance of the year, while our Gold exposure underperformed. We have minimized our exposure to the Oil and Gold markets, but we continue to overweight the Euro as well as the Yen within our currency exposure.

Sometimes our discipline and focus on downside mitigation flies in the face of a surging market. We are comfortable underperforming in those times to position the portfolio with an attempt to

combat volatility. We aim to provide a steady ride through the storm of the financial markets and this means avoiding some of the more exciting opportunities so that we can hopefully also avoid some of the more calamitous ones.

RISKS:

The views in this letter were as of March 31st and may not necessarily reflect the same views on the date this letter is first published or any time thereafter. These views are intended to help shareholders in understanding the fund's investment methodology and do not constitute investment advice.

Past performance does not guarantee future results. There can be no guarantee that any strategy (risk management or otherwise) will be successful. All investment involves risk, including potential loss of principal.

The value of the portfolio can go down as well as up and you may not get back the amount originally invested. Fixed income securities are subject to credit and interest-rate risk. Credit risk refers to the ability of any issuer to make timely payments of interest and principal. Interest-rate risk refers to fluctuations in the value of a fixed-income security resulting from changes in the general level of interest rates. In a declining interest-rate environment, the portfolio may generate less income. In a rising interest-rate environment, bond prices may fall. Investments in foreign markets involve risks such as currency rate fluctuations, potential differences in accounting and taxation policies, as well as potential political, economic, and market risks. These risks are heightened for investments in emerging markets which are also subject to greater illiquidity and volatility than developed foreign markets.

An investor should consider the Fund's investment objectives, risks, charges, and expenses carefully before investing. This and other important information about the investment company can be found in the Fund's prospectus. To obtain a prospectus, please contact your financial advisor or please call 844.66.REGAL(73425). Please read the prospectus carefully before investing.

IMST Distributors, LLC, Distributor of the Regal Total Return Fund