

# GOTHAM FUNDS

LONG/SHORT VALUE INVESTING

## GOTHAM ABSOLUTE 500 FUND (GFIVX)

40 - 70% Net Long\* (e.g., 142.5% Long - 82.5% Short)

[www.gothamfunds.com](http://www.gothamfunds.com)

Long/short mutual funds managed by hedge fund managers Joel Greenblatt and Robert Goldstein.

### OVERVIEW (As of September 30, 2018)

Ticker	GFIVX
CUSIP	360875660
Net Exposure <sup>1</sup> (e.g., 142.5% Long - 82.5% Short)	60.0%
Fund Net Assets	\$14.7M
Inception Date	Jul-31-14

### TOTAL RETURNS (As of September 30, 2018)

Trailing 12 Months	13.91%
Since Inception (Annualized)	8.15%

### MORNINGSTAR OVERALL RATING™



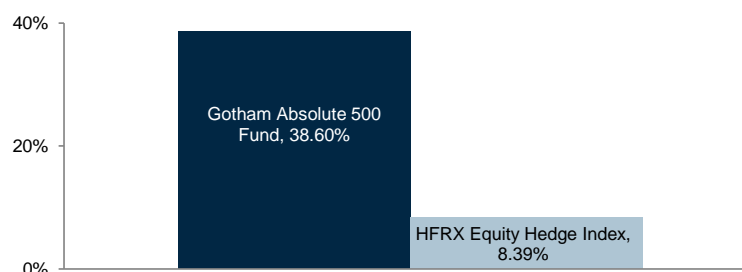
Based on risk-adjusted returns among 194 Long/Short Equity Funds

### INVESTMENT PROCESS

- The Co-CIOs and their team of equity analysts employ Gotham's proprietary analytical framework to evaluate stocks within the coverage universe on measures of absolute and relative value.
- Gotham's equity research and risk controls are used to select long and short stock portfolios primarily from companies listed in the S&P 500 Index.
- The long (short) portfolio is rebalanced daily to weight most heavily those stocks priced at the largest discount (premium) to Gotham's assessment of value.
- In general, as a company appears cheaper, it's weight in the portfolio increases.
- Risk for the fund is managed by limiting concentration in any one company, industry or sector. In addition, gross and net exposures are managed daily to remain within carefully defined ranges.

### CUMULATIVE PERFORMANCE SINCE INCEPTION

(Jul-31-14 to Sep-30-18)



### MORNINGSTAR RANKING™

(As of September 30, 2018)

11<sup>th</sup> Percentile

(outperformed 89% of peer group)

Based on total returns among 166 Long/Short equity funds for the period since inception through 9/30/2018.

### PORTFOLIO MANAGERS

#### Joel Greenblatt

Managing Principal & Co-Chief Investment Officer

Mr. Greenblatt serves as Managing Principal and Co-Chief Investment Officer of Gotham Asset Management, the successor to Gotham Capital, an investment firm he founded in 1985. Since 1996, he has been a professor on the adjunct faculty of Columbia Business School where he teaches "Value and Special Situation Investing." Mr. Greenblatt is a director of Pzena Investment Management, Inc., a global investment management firm. He formerly served on the Investment Boards of the University of Pennsylvania and the UJA Federation. Mr. Greenblatt is the author of *You Can Be A Stock Market Genius* (Simon & Schuster, 1997), *The Little Book that Beats the Market* (Wiley, 2005), *The Little Book that Still Beats the Market* (Wiley, 2010), and *The Big Secret for the Small Investor* (Random House, 2011). He is the Former Chairman of the Board (1994-1995) of Alliant Techsystems, a NYSE-listed aerospace and defense contractor. He holds a BS (1979), *summa cum laude*, and an MBA (1980) from the Wharton School of the University of Pennsylvania.

#### Robert Goldstein

Managing Principal & Co-Chief Investment Officer

Mr. Goldstein serves as Managing Principal and Co-Chief Investment Officer of Gotham Asset Management, the successor to Gotham Capital, which he joined in 1989. Mr. Goldstein also founded and served as Managing Partner (1989-1997) of Metropolis Partners, a value and special situation investment partnership managing capital on behalf of institutions and wealthy individuals before returning capital to outside investors at the end of 1997. Mr. Goldstein currently serves on the Board of Trustees of the Museum of the City of New York. He holds a BA (1988), *magna cum laude*, from Tufts University.

\* The net long exposures are approximate and are the targeted exposures during most market environments.

<sup>1</sup>Net exposure excludes exchange traded funds ("ETFs") bought or sold for cash management purposes (inflows and outflows). Generally, such ETF positions are closed out within one trading day.

The performance data quoted represents past performance. Past performance is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares upon redemption may be worth more or less than their original cost. The performance quoted does not reflect a 1% redemption fee on shares redeemed within 30 days of purchase. Returns would have been lower if certain expenses had not been reduced or reimbursed. Current performance may be lower or higher than the performance quoted here. To obtain performance current to the most recent month-end, please call 877-974-6852 or visit [www.gothamfunds.com/performance.aspx](http://www.gothamfunds.com/performance.aspx).

Mutual fund investing involves risks, including possible loss of principal. Short sales by a fund theoretically involve unlimited loss potential since the market price of securities sold short may continuously increase. The fund will use leverage to make additional investments which could result in greater losses than if the fund were not leveraged. It is anticipated the fund will frequently adjust the size of its long and short positions and thus may experience high portfolio turnover which may increase brokerage costs.

**An investor should consider the investment objectives, risks, charges and expenses of the fund carefully before investing. The prospectus and summary prospectus contains this and other information about the fund. To obtain a copy of the prospectus and summary prospectus, please call 877-974-6852 or visit [www.GothamFunds.com](http://www.GothamFunds.com). The prospectus and summary prospectus should be read carefully before investing.**

The HFRX Equity Hedge Index is an index of quantitatively-selected hedge funds which maintain positions both long and short in primarily equity and equity derivative securities. Constituents of the of the HFRX Equity Hedge Index report net of all fees returns. The S&P 500 Total Return Index is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. equity market. Returns for the S&P 500 Total Return Index include the reinvestment of income and do not include transaction fees, management fees or any other costs. The performance and volatility of the fund will be different than those of the indexes. The indexes are unmanaged and investors cannot invest directly in the indexes.

Source: Gotham, unless otherwise indicated. The information herein is correct to the best of the knowledge of Gotham as of the date indicated and is subject to change without notice.

# GOTHAM ABSOLUTE 500 FUND (GFIVX)

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All data as of September 30, 2018 unless otherwise indicated

## FUND PERFORMANCE

	September 2018	Trailing 3 Months	YTD	Trailing 12 Months	Trailing 3 Years (Annualized)	Since Inception (Annualized)**	Since Inception (Cumulative)**
GFIVX (Net)	1.58%	6.03%	5.16%	13.91%	11.44%	8.15%	38.60%
HFRX Equity Hedge Index	(1.63%)	(1.14%)	(0.90%)	1.79%	3.22%	1.95%	8.39%
S&P 500 Total Return Index	0.57%	7.71%	10.56%	17.91%	17.31%	12.69%	64.52%

## MONTHLY RETURNS BY YEAR

2018	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
<b>GFIVX (Net)</b>	2.70%	(2.71%)	(0.90%)	0.00%	0.00%	0.17%	2.56%	1.77%	1.58%				<b>5.16%</b>
HFRX Equity Hedge Index	3.41%	(1.49%)	(0.69%)	(0.55%)	0.30%	(0.67%)	0.72%	(0.23%)	(1.63%)				<b>(0.90%)</b>
S&P 500 Total Return Index	5.73%	(3.69%)	(2.54%)	0.38%	2.41%	0.62%	3.72%	3.26%	0.57%				<b>10.56%</b>
2017	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
<b>GFIVX (Net)</b>	0.37%	3.54%	(0.27%)	(0.27%)	(1.45%)	0.00%	1.47%	1.18%	2.86%	1.04%	4.39%	2.70%	<b>16.53%</b>
HFRX Equity Hedge Index	0.85%	1.17%	0.66%	0.72%	(0.57%)	0.86%	0.87%	0.50%	1.82%	0.79%	0.87%	1.03%	<b>9.98%</b>
S&P 500 Total Return Index	1.90%	3.97%	0.12%	1.03%	1.41%	0.62%	2.06%	0.31%	2.06%	2.33%	3.07%	1.11%	<b>21.83%</b>
2016	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
<b>GFIVX (Net)</b>	(5.16%)	5.66%	4.65%	(2.61%)	(0.89%)	(1.80%)	4.79%	0.10%	(0.87%)	(1.76%)	6.88%	(0.28%)	<b>8.20%</b>
HFRX Equity Hedge Index	(4.50%)	(1.12%)	2.79%	0.03%	0.44%	(1.47%)	1.99%	(0.18%)	1.53%	(0.84%)	1.47%	0.18%	<b>0.10%</b>
S&P 500 Total Return Index	(4.96%)	(0.13%)	6.78%	0.39%	1.80%	0.26%	3.69%	0.14%	0.02%	(1.82%)	3.70%	1.98%	<b>11.96%</b>
2015	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
<b>GFIVX (Net)</b>	(6.82%)	7.22%	(1.90%)	1.16%	1.62%	(2.35%)	(0.67%)	(4.07%)	(1.01%)	5.51%	0.48%	(1.54%)	<b>(3.12%)</b>
HFRX Equity Hedge Index	(0.66%)	2.27%	0.60%	1.19%	(0.18%)	(0.84%)	(0.29%)	(3.08%)	(2.08%)	1.90%	0.04%	(1.10%)	<b>(2.33%)</b>
S&P 500 Total Return Index	(3.00%)	5.75%	(1.58%)	0.96%	1.29%	(1.94%)	2.10%	(6.03%)	(2.47%)	8.44%	0.30%	(1.58%)	<b>1.38%</b>
2014**	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
<b>GFIVX (Net)</b>								3.10%	0.00%	1.07%	3.07%	0.47%	<b>7.90%</b>
HFRX Equity Hedge Index								1.65%	(0.12%)	(0.14%)	0.87%	(0.54%)	<b>1.72%</b>
S&P 500 Total Return Index								4.00%	(1.40%)	2.44%	2.69%	(0.25%)	<b>7.60%</b>

## PORTFOLIO EXPOSURES

Long Exposure	142.50%
Short Exposure	(82.51%)
Net Exposure	59.99%
Gross Exposure	225.00%
Number of Holdings - Long	196
Number of Holdings - Short	243
Largest Long Position Size	2.97%
Largest Short Position Size	(1.65%)

## NET SECTOR EXPOSURE

Consumer Staples	19.38%
Health Care	17.45%
Information Technology	11.98%
Industrials	9.38%
Consumer Discretionary	6.95%
Energy	5.73%
Telecommunication Services	2.61%
Materials	1.11%
Utilities	(1.76%)
Real Estate	(5.57%)
Financials	(7.25%)

The fund's composition and allocations are subject to change and exclude ETFs for cash management purposes.

## FEES AND MINIMUMS

	Investment Minimum <sup>1</sup>	Additional Investment Minimum	Redemption Fee (within 30 days)	Gross Expense Ratio <sup>2</sup>	Expense Ratio Excluding Short Dividend and Interest Expense <sup>3</sup>
GFIVX (I Share)	\$250,000	\$5,000	1.00%	3.78%	2.08%

<sup>1</sup> Investment minimums are waived to fee-based advisors and certain other investors.

<sup>2</sup> Gross Expense Ratio includes dividend and interest expense on short sales of 1.70%, but does not reflect dividends earned by the fund on its long positions of 3.00%.

<sup>3</sup> The management fee is 1.35%. The expense limitation is 1.50%.

The Adviser has contractually agreed to waive its management fee and/or reimburse expenses to the extent necessary to maintain the total annual fund operating expenses at the expense limitation level until August 31, 2020. The expense limitation is exclusive of certain expenses such as expenses related to short and borrowing costs and extraordinary expenses. See the Prospectus and Summary Prospectus for additional details.

## IMPORTANT INFORMATION

\*\* Inception Date: July 31, 2014.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. GFIVX is among 194 funds in the Long/Short Equity funds category derived from a weighted average of the fund's three-year risk-adjusted returns as of 9/30/2018. For the 3yr period the fund was rated 5 stars out of 194 funds. © 2018 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Morningstar category rankings are based on a fund's total return. The highest percentile rank is 1 and the lowest percentile rank is 100. For the trailing one year time period through 9/30/2018, the Morningstar ranking was 13th percentile among 261 Long/Short Equity funds.

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