Kopernik
Global Investors, LLC

Kopernik Global All-Cap Fund

Second Quarter 2019

Dear Kopernik Investor,

Below, please find the mutual fund performance of the Kopernik Global All-Cap Fund (“GAC” or “Fund”) as of June 30, 2019.

Fund Performance
As of June 30, 2019

Class	June 2019	Q2 2019	YTD	1 Year	5 Year	Since Inception[1]
Class I	5.37%	4.19%	9.21%	0.65%	1.15%	2.09%
Class A (NAV)	5.35%	4.17%	9.17%	0.49%	0.93%	1.86%
Class A (max sales charge)	-0.68%	-1.82%	2.91%	-5.27%	-0.27%	0.80%
MSCI ACWI (Net)	6.55%	3.61%	16.23%	5.74%	6.16%	7.20%

[1]Annualized

Class A and Class I inception date: 11/1/13.

MSCI ACWI Since Inception period in table above begins on inception date 11/1/13.

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. 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 the original cost, and current performance may be lower or higher than the performance quoted. For the most recent month-end performance please call Kopernik Funds at 1-855-887-4KGI (4544) or visit www.kopernikglobal.com.

Maximum sales charge for the Class A shares is 5.75%.

Expense Ratios: 1.04% (Class I), 1.29% (Class A).

WHY KOPERNIK?

Philosophically, we view ourselves as owners of businesses. Our job is to appraise these businesses and take advantage at times when an inefficient, emotional marketplace offers securities at a price that is significantly different from our appraisal. Like our namesake, Kopernik (better known by his Latin name – Copernicus), we trust the results of our own analysis even when (especially when) it generates vastly different conclusions from those of the crowd and/or those taught by many academics. Similarly, we commonly question the data issued by governments, central bankers, and companies themselves. We understand that bargains appear often because people focus on fear or panic, and other forms of risk that are not relevant to the investment portfolio. High tracking error, bad headlines or unpopular stocks/countries/regions/industries can present a degree of risk to a manager’s career, while often lowering the potential of permanent loss of capital (due to lower initiation prices and higher potential upside) to the portfolio. Similarly, Kopernik believes volatility and other measures of past price movements are not relevant to long-term investors’ assessment of risk. It can be indicative of potential risk to short-term speculators or to highly levered players but can often present opportunity for true long-term investors.

QUARTER REVIEW

During the second quarter of 2019, the NAV of Class I Shares of the Kopernik Global All-Cap Fund (“the Fund”) increased +4.19%, compared to +3.61% for the MSCI All Country World Index (the “Index”).

The Fund outpaced the Index for the quarter, with contributions stemming from a variety of holdings. Within energy, our position in Gazprom PAO (“Gazprom”), which jumped +62.3% in the quarter, helped results. Gazprom is the largest producer of natural gas in the world, with reserves over three times those of its next biggest non-government competitor. It has a monopoly on gas exports from Russia and is one of the main suppliers of gas to Europe, with about 25% market share. We are attracted to Gazprom's low-cost reserves, which should provide many years of profitable production. Previously, we mentioned near-term pressure in the North American natural gas market, but Gazprom does not face these challenges; it is situated to expand its share in a growing European market. Although we have trimmed on strength, we have maintained a sizeable position as we think the stock continues to discount huge economic losses due to potential Russian government interference. We view such interference as more than priced into Gazprom shares.

Moving to precious metals, the Fund benefited from holdings such as Centerra Gold Inc. ("Centerra") and Newcrest Mining Ltd. ("Newcrest"), which gained +34.5% and +23.7%, respectively. During the quarter, the spot price of gold rose +9.1% to $1,406 per troy ounce. Centerra is an intermediate gold producer that owns mines in Kyrgyzstan, Canada, Mongolia, and Turkey. We are attracted to Centerra's long-lived, high grade assets, and the fact that the company has steadily diversified its geopolitical exposure away from Kyrgyzstan over the years by adding Canadian assets. Centerra's management team has demonstrated skill in acquiring assets like the Mount Milligan mine in Canada for a fraction of its value. We trimmed Centerra on strength. Newcrest (+23.7%) is a senior gold producer in Australia, and its contribution comes on the back of strong performance in May. Earlier this year, Newcrest purchased 70% of the Red Chris gold and copper mine in British Columbia. We trimmed our position on strength, although Newcrest remains a large holding as we continue to favorably view its seemingly contrarian approach of buying a sizeable gold resource at a discount to its risk-adjusted intrinsic value.

Elsewhere, in utilities, two Russian companies were tailwinds for the quarter. Federal Grid Co Unified Energy ("Federal Grid") and RusHydro PJSC ("RusHydro"), gained +28.5% and +25.8%, respectively. Federal Grid is the sole operator of Russia's Unified National Electric Grid, a network of high voltage transmission lines that span close to 6 million square miles, and the company trades at less than a third of book value. RusHydro is the largest hydro-electric generation company in Russia and trades at less than half of book value and meaningfully below our estimate of the replacement cost of its assets. Hydroelectric is one of the cheapest and cleanest forms of energy in existence, but RusHydro's share price seems overly penalized for the risk associated with operating in Russia. Amid sanctions on Russia and other sources of short-term volatility, we have maintained our focus on investing in companies that trade significantly below their intrinsic value, which we discount heavily for geopolitical (amongst other) risks. RusHydro shares rose +25.8%, now up +37% this year in U.S. dollar terms to partially retrace a -45% drop in 2018. We opportunistically trimmed both Federal Grid and RusHydro on strength.

Although the Fund experienced a strong quarter, it was not without headwinds. The Fund's positive return came in the context of largely rising markets worldwide. Given that backdrop, our put option on the S&P 500 Index detracted. While the put contributed nicely in May as the S&P sold off -5.9% and volatility spiked, the put detracted for the quarter overall as implied volatility ended the quarter around the level it began, and the S&P was still up +3.4% for the period despite May's decline. With implied volatility depressed in conjunction with an increasingly expensive market, we continue to view the put as underpriced. Meanwhile, if the option market were to begin pricing in heightened volatility, the put would no longer be as cheap, and we would deploy funds to more attractive opportunities.

Another detractor for the quarter was Range Resources Corp. ("Range"), which fell -37.7%. Range is an exploration and production company primarily engaged in natural gas production in the United States. The stock has experienced volatility recently; it lost -43.6% in the fourth quarter of 2018, but subsequently retraced part of this drop with a +18.0% bounce in the first quarter of this year. The stock's volatility parallels the spot price of natural gas, which has fallen nearly -50% from their high set last November. Gas prices out of West Texas briefly reached negative levels this year as producers paid customers to take their gas due to a lack of transportation out of the basin. As of June-end, the spot price of natural gas was nearly 25% lower than its prior year level. Amid a tumultuous spot market, we have maintained our long-term positive view on the value of Range's vast resource base and its relatively low cost of production. We have taken advantage of the stock's volatility by adding to Range on weakness last year, trimming during its strong first quarter, and recently adding again.

Cameco Corp., also a headwind within energy, fell -9.0% in the quarter. Cameco produces about 25% of the world's mined uranium from three mines in Canada and Kazakhstan. Last year, Cameco achieved a major tax-related victory over the Canadian government. Instead of paying a fine that was estimated to be anywhere between $400 million and $2 billion, Cameco will pay nothing. We note the stock rallied +21% in 2018, and its muted results so far this year coincide with the uranium spot price falling -11%, partially retracing its +40% bounce last year. Despite this price stagnation, we remain bullish on the long-term uranium supply and demand fundamentals in the context of growing nuclear power consumption. The spot price of uranium sits at more than an 80% markdown from its previous peak.

Moving to the metals and mining space, Turquoise Hill Resources Ltd.'s ("Turquoise Hill") -25.3% decline impeded the Fund's results. Turquoise Hill owns a world class deposit of gold, copper, and silver reserves at its Oyu Tolgoi mine in Mongolia. While the stock has disappointed recently, it previously rallied +44.0% in the back half of 2017. Last October, it was announced that sustainable production at Oyu Tolgoi would occur two quarters later than anticipated. Post quarter end, the company announced that the project will require significantly more capital and further delays to sustainable production. The stock sold off on this disappointing news, but we continue to view Turquoise Hill as trading at a significant risk-adjusted discount to our estimated value of its high-grade reserves, a value not deduced from quarterly production timing. Our investment process gives us comfort in waiting to harness the upside potential embedded in our portfolio, since we often estimate that upside is many multiples of current share prices. We added to Turquoise Hill on weakness.

In closing, the Fund gained ground in the second quarter, managing to outpace largely rising markets worldwide. We have held fast to our discipline: holding and adding to names we view as on sale, while avoiding expensive, mega-cap, momentum stocks. This quarter, we seized the opportunity to trim several strong performers, especially those holdings mentioned in the mining and utilities sectors. While it was a good quarter for several of our stocks, momentum names came back into favor in the back half of the quarter, which often works against our portfolio. Money seemed to begin migrating out of those popular names late last year, and we saw weakness in May, but those same stocks rallied in June. Amid market turmoil, you can count on us continuing to employ our disciplined, long-term approach that has produced a proven track record through full market cycles.

As always, thank you for your continued support.

Kind regards,

Kopernik Global Investors, LLC

Important Information

The information presented herein is confidential and proprietary to Kopernik Global Investors, LLC. This material is not to be reproduced in whole or in part or used for any purpose except as authorized by Kopernik Global Investors, LLC.

This report may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements involve inherent risks and uncertainties, and we might not be able to achieve the predictions, forecasts, projections and other outcomes we may describe or imply. A number of important factors could cause results to differ materially from the plans, objectives, expectations, estimates and intentions we express in these forward-looking statements. We do not intend to update these forward-looking statements except as may be required by applicable laws.

Forward-looking statements are not guarantees of future performance and are subject to risks, uncertainties and other factors, some of which are beyond our control and are difficult to predict. As a result, actual results could differ materially from those expressed, implied or forecasted in the forward-looking statements.

The holdings mentioned herein represent the following percentage of net assets of the Kopernik Global All-Cap Fund as of June 30, 2019: Cameco Corp. 4.30%, Centerra Gold Inc. 3.51%, Federal Grid Co. Unified Energy 2.69%, Gazprom PJSC 3.50%, Newcrest Mining Ltd. 4.02%, Range Resources Corp. 3.07%, RusHydro PJSC 3.29%, S&P 500 Put Index 0.41%, Turquoise Hill Resources Ltd. 2.90%. These positions may change over time without notice. The holdings listed should not be considered recommendations to purchase or sell a particular security. It should not be assumed that securities bought or sold in the future will be profitable or will equal the performance of the securities in this portfolio. Current and future portfolio holdings are subject to risk.

Please consider all risks carefully before investing. An investment in a Kopernik Fund, or any other vehicle using the same strategy; is subject to many risks including sudden changes in general market valuations and market liquidity. Investments in small and mid-capitalization companies also tend to involve greater risk and portfolio price volatility than investments in larger capitalization stocks. Further, investing in non-U.S. markets, including emerging and frontier markets, involves certain additional risks, including potential currency fluctuations and capital controls, restrictions on foreign investments, less governmental supervision and regulation, less liquidity, less disclosure, and the potential for higher market volatility, share expropriation, confiscatory taxation, and social, economic and political instability. Further, investments in energy and other natural resources companies tend to be greatly impacted by developments in global commodities markets, which can be more volatile than equity markets.

The Fund may purchase or sell options, which involve the payment or receipt of a premium by the investor and the corresponding right or obligation, as the case may be, to either purchase or sell the underlying security for a specific price at a certain time or during a certain period. Purchasing options involves the risk that the underlying instrument will not change price in the manner expected, so that the investor loses its premium. Selling options involves potentially greater risk because the investor is exposed to the extent of the actual price movement in the underlying security rather than only the premium payment received (which could result in a potentially unlimited loss). Over-the-counter options also involve counterparty solvency risk. For instance, a long-put position would ordinarily realize a gain if, during the option period, the value of the underlying securities decreased below the exercise price sufficiently to cover the premium and transaction costs. However, if the price of the underlying instrument does not fall enough to offset the cost of purchasing the option, a put buyer would lose the premium and related transaction costs.

Past performance herein should not be construed as an accurate indication of future returns.

The MSCI All Country World Index (MSCI ACWI) is an un-investable index of over two thousand primarily large and mid-cap companies across 23 developed and 26 emerging market countries as of June 30, 2019. The MSCI indices returns do not reflect any management fees, transaction costs or expenses. Individuals cannot invest directly in an Index. Additionally, MSCI ACWI's implied investments have differed from GAC's strategy in a number of material respects, including: 1) GAC's investments in specific businesses, industries and countries have tended to be more concentrated than shares comprising the MSCI ACWI; 2) GAC has tended to have more exposure to emerging markets and companies with smaller market capitalizations than the MSCI ACWI, and; 3) consistent with its mandate, GAC has made minority allocations to other asset classes and derivative instruments not included in the MSCI ACWI. MSCI ACWI performance includes theoretical dividends distributed.

Mutual fund investing involves risk, including possible loss of principal. There can be no assurance that the Fund will achieve its stated objectives. Equity funds are subject generally to market, market sector, market liquidity, issuer, and investment style risks, among other factors, to varying degrees, all of which are more fully described in the Fund's prospectus. Investments in foreign securities may underperform and may be more volatile than comparable U.S. securities because of the risks involving foreign economies and markets, foreign political systems, foreign regulatory standards, foreign currencies and taxes. Investments in foreign and emerging markets present additional risks, such as increased volatility and lower trading volume. For more information on the Kopernik Global All-Cap Fund, call our toll-free number at 1-855-887-4KGI or email funds@kopernikglobal.com.

This material must be preceded or accompanied by a current prospectus. Investors should read it carefully before investing.

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