

# TORRAYRESOLUTE

TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

INVESTOR CLASS SHARES – TRSDX

INSTITUTIONAL CLASS SHARES – TRSMX

ANNUAL REPORT

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

DECEMBER 31, 2017



# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## Portfolio Commentary

For the year ended December 31, 2017, the TorrayResolute Small/Mid Cap Growth Fund's Institutional Class gained 21.92% and the Investor Class gained 21.85%, modestly underperforming the benchmark Russell 2500™ Growth Index which gained 24.46%, but outperforming the broad-based Russell 2500™ Index's gain of 16.81%. Positive stock selection was offset by negative sector allocation; selection in Energy and Real Estate made the largest contributions to the portfolio's returns, while an overweight allocation to Energy and an average cash position of 4% caused the largest negative impact. At the security level, top contributors included IPG Photonics (IPGP), Qualys (QLYS), and SBA Communications (SBAC). Primary detractors included Criteo (CRTO), Synchronoss Technologies (SNCR), and Tractor Supply (TSCO).

## Market Overview

The past year was a rewarding year for equity investors. The combination of synchronized global growth, strengthening corporate profits, modest inflation, low interest rates and the passage of tax reform in the U.S. lifted stocks to record highs. Eight years into the market's recovery, one has to give investors credit for remaining focused on economic fundamentals, largely ignoring divisive domestic politics and ever-present geopolitical risks. While skepticism is a natural, and perhaps defensible response to the duration and magnitude of this bull market, it is increasingly hard to argue with the economic foundation on which it has been built. What became clear over the course of the year is that the economy has the potential to catch up to, and sustain the market's impressive advance.

## Outlook

Looking to 2018, we acknowledge valuations are generally extended, but note the economy's developing strength and subdued interest rates are supportive of continued market stability. Key areas of focus include interest rates, wage growth, corporate spending, particularly following the passage of tax reform, and regulatory risks impacting the Information Technology sector. We are encouraged by the recent breadth the market has demonstrated. While we don't believe economic or market cycles have been repealed, it's difficult to single out a primary or likely source of vulnerability. From this perspective, we continue to view the backdrop for equities as positive.

The economy has the potential to catch up to, and sustain the market's impressive advance.

As ever, we appreciate your interest and trust.



Nicholas C. Haffenreffer  
February 5, 2018

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

### Top Contributors & Detractors

Security	Sector	% Contribution
IPG Photonics	Info Tech	+2.9
Qualys	Info Tech	+2.7
SBA Communications – REIT	Real Estate	+2.2
Halozyme Therapeutics	Health Care	+2.2
Copart	Industrials	+2.1
Criteo – ADR	Info Tech	-1.8
Synchronoss Technologies	Info Tech	-1.2
Tractor Supply	Cons Disc	-0.9
Manhattan Associates	Info Tech	-0.6
Cambrex	Health Care	-0.6

### Top 10 Holdings

Security	% of Holdings
Copart	5.1
Dycom Industries	4.3
Affiliated Managers Group	4.3
Omniceil	4.2
Jack Henry & Associates	4.1
Hexcel	4.1
LKQ	4.1
SBA Communications – REIT	4.1
BioMarin Pharmaceutical	4.1
Qualys	4.0
<b>Percentage of total portfolio</b>	<b>42.4</b>

Holdings are subject to change and are not recommendations to buy or sell a security. To obtain information about the calculation methodology used to select the largest contributors to and detractors from performance or to obtain a list showing every holding's contribution to performance during the measurement period, contact [tawney@torray.com](mailto:tawney@torray.com).

### Activity Summary

#### **Buys (7)**

**AMN Healthcare (AMN)** is the largest U.S. staffing company serving the healthcare industry's \$16 billion addressable market. Supply and demand fundamentals are expected to remain strong as the demographics of an aging population increase utilization, and a shortage of clinicians and physicians supports stable pricing.

**Cambrex (CBM)** is a manufacturer of active pharmaceutical ingredients (API), producing over 100 branded, generic and controlled substance drugs for a diversified client base. Demand for outsourced API is strong and forecasted to continue to remain so; we estimate this market is growing annually in the high single digit rate with low year-to-year variability.

**Criteo SA (CRTO)** collects data from clients, combines it with its own data, and then uses its proprietary algorithms to create user-specific, targeted display ads in real time. Through the use of its proprietary technology, Criteo addresses a fundamental challenge of ecommerce; identifying and converting prospective customers by retargeting display ads.

**Dycom Industries (DY)** is a leading provider of telecom wireline engineering and construction in the US. Founded in 1969 and almost exclusively focused on the wireline business, Dycom benefits from the cost advantages associated with scale and deep industry relationships based on a strong reputation for execution.

**Enstar Group (ESGR)** is a specialty insurer focused on run-off lines of insurance, as well as direct underwriting of specialty property and casualty risks.

**PRA Group (PRAA)** acquires and collects portfolios of delinquent credit card receivables. The company uses its proprietary data analytics built over the last 21 years to successfully realize collections. Going forward, we believe a rise in credit delinquencies and a more benign regulatory environment will allow PRA to resume rates of growth consistent with its past.

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**Pool Corp (POOL)** holds the dominant position in the \$8.5 billion U.S. pool supplies distribution industry, with \$2.7 billion in revenues and 345 sales centers. In our view, the attractive combination of a fragmented market, effective management and structural barriers to entry are reflected in the company's strong financial results.

### **Sales (8)**

**Advisory Board Company (ABCO)** is a consultant to the healthcare and higher education industries. The position was sold immediately following the announcement of its acquisition by UnitedHealth Group (UNH) and Vista Equity Partners, due to the complexity and risks associated with the proposed transaction.

**Cambrex (CBM)** a manufacturer of pharmaceutical ingredients, was sold based on declining sales of a key compound and the uncertainty posed by material customer concentration.

**Manhattan Associates (MANH)** was sold due to the deterioration of business fundamentals. Despite the impressive growth of this supply chain solutions provider over the prior five years, the company's growth and profitability has stalled as some of its major end markets, especially U.S. retailers, have experienced substantial disintermediation from online alternatives such as Amazon (AMZN). Given the scale and nature of this competitive threat, we decided to exit the investment.

**O'Reilly Automotive (ORLY)** is a North American aftermarket auto parts retailer. The company crossed a market capitalization of \$25 billion, exceeding the strategy's guidelines of "small-to-mid cap" by a wide margin. This, and the fact that the portfolio holds two other companies with exposure to the auto parts industry, led us to sell the holding.

**Polaris (PII)** is a consumer power sports manufacturer. Shares were sold as a result of extended product recalls that have resulted in market share loss and a consequential deterioration of the company's growth and earnings, an outcome we seek to avoid.

**Rice Energy (RICE)** is a low-cost natural gas producer with upstream and midstream assets in the prolific Marcellus and Utica basins. Shares of Rice Energy were sold following the June 19th announcement that the company would be acquired for \$6.7 billion in cash and stock by EQT Corp. (EQT), a Pittsburgh-based natural gas production and transmission company. Because we believe EQT's assets and operations are inferior to Rice's, and the majority of EQT's offer is in the form of stock, we viewed the combination unfavorably and exited the investment.

**Synchronoss Technologies (SNCR)** provides cloud-based services, mobile device activation and data transfer solutions to the telecommunication industry. Shares were sold following a complicated series of corporate actions and management changes. Given the fact that the business was fundamentally changed and management untested, we stepped to the sidelines.

**Tractor Supply (TSCO)** is a differentiated retailer of products for the rural lifestyle which include feed, pet products, hardware and clothing. The persistence of headwinds including adverse weather, economic weakness in energy and agricultural-dependent geographies, and increased competition in key product lines such as pet food, led us to sell the stock.

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### Disclosures:

This commentary is for informational purposes only and should not be viewed as a recommendation to buy or sell any security. Investors should seek financial advice regarding the appropriateness of investing in any securities or investment strategies discussed in this documentation and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities may fluctuate and that each security's price or value may rise or fall. Accordingly, investors may receive back less than originally invested. There is no guarantee that the views expressed will come to pass. Torray LLC is an independent registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. Torray LLC claims compliance with the Global Investment Performance Standards (GIPS®). To receive a list of composite descriptions of Torray LLC and/or a GIPS® compliant presentation, please contact Hugh Tawney or Breck Scalise at 855.753.8174 or email [tawney@torray.com](mailto:tawney@torray.com). For additional information about Torray LLC, including fees and services, please contact us or refer to the Investment Adviser Public Disclosure website ([www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov)).

For comparison purposes, the strategy is measured against the Russell 2500 Index and the Russell 2500 Growth Index. The Russell 2500 Index measures the performance of the 2,500 smallest companies in the Russell 3000 Index. The Russell 2500™ Growth Index measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 Index companies with higher growth earning potential. The volatility of the index may be materially different from that of the strategy due to varying degrees of diversification and other factors. Index returns do not reflect the deduction of any fees. You cannot invest directly in an index.

Fund holdings and sector allocations are subject to change at any time and should not be considered a recommendation to buy or sell and security. Please see the Schedule of Investments in this report for a complete list of fund holdings.

Must be accompanied or preceded by a Prospectus.

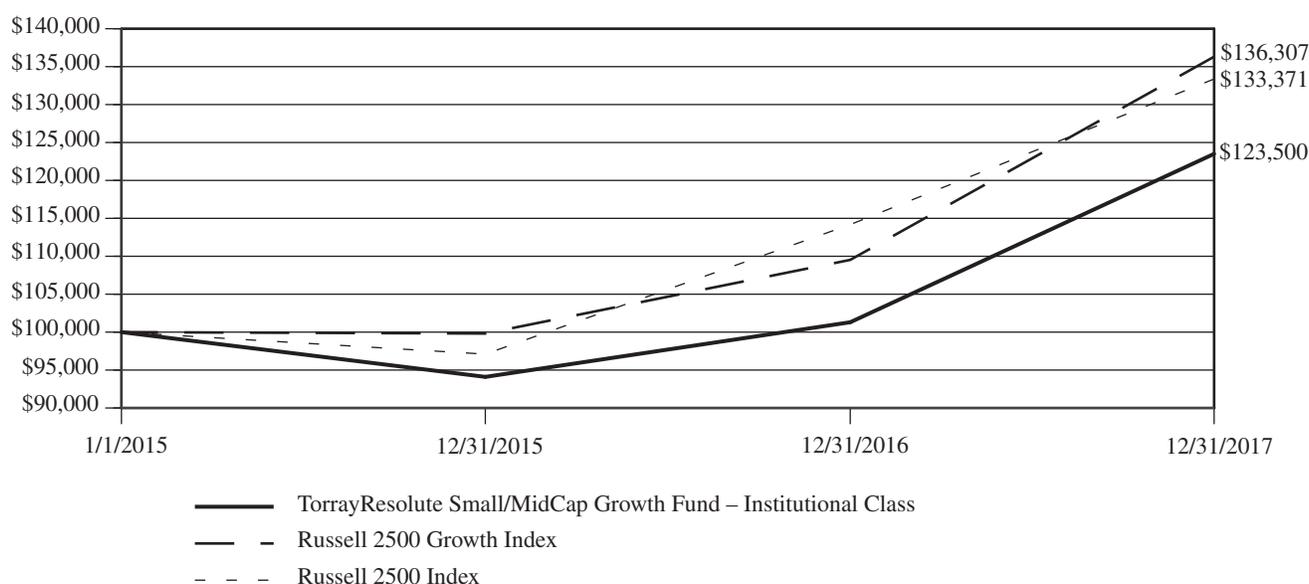
**Mutual Fund investing involves risk. Principal loss is possible. The Fund's investment in securities of mid-cap and small-cap companies may be more volatile and less liquid than the securities of larger, more established companies. The Fund may have a relatively high percentage of assets in a single or small number of issuers, which may result in increased volatility. Foreign companies involve risks not generally associated with investment in the securities of U.S. companies, including risks relating to political, social and economic developments abroad and differences between U.S. and foreign regulatory requirements and market practices, including fluctuations in foreign currencies. The Fund has limited operating history and there can be no assurance that the Fund will grow to or maintain an economically viable size.**

Shares of the TorrayResolute Small/Mid Cap Growth Fund are distributed by Quasar Distributors, LLC.

**Past performance is not indicative of future results.**

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

### VALUE OF \$100,000 INVESTMENT (UNAUDITED)



*The chart assumes an initial investment of \$100,000 at the inception of the Fund<sup>(1)</sup> and is provided for informational purposes only. Performance reflects waivers of fee and operating expenses in effect. In the absence of such waivers, total return would be reduced by the applicable management fee, operating expenses and all other expenses incurred due to maintenance of the account. Past performance is not predictive of future performance. Investment return and principal value will fluctuate, so that your shares, when redeemed may be worth more or less than their original cost. Performance assumes the reinvestment of capital gains and income distributions. The performance does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.*

### ANNUALIZED RATES OF RETURN AS OF DECEMBER 31, 2017

Investor Class	<u>1-Year</u>	<u>3-Year</u>	<u>Since Inception<sup>(1)</sup></u>
Institutional Class	21.85%	7.06%	7.06%
Russell 2500 Growth Index <sup>(2)</sup>	24.46%	10.88%	10.88%
Russell 2500 Index <sup>(3)</sup>	16.81%	10.07%	10.07%

<sup>(1)</sup> January 1, 2015.

<sup>(2)</sup> The Russell 2500 Growth Index measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher growth earning potential as defined by Russell's leading style methodology. You cannot invest directly in an index.

<sup>(3)</sup> The Russell 2500 Index measures the performance of the small to mid-cap segment of the U.S. equity universe, commonly referred to as "smid" cap. The Russell 2500 Index is a subset of the Russell 3000 Index. It includes approximately 2500 of the smallest securities based on a combination of their market cap and current index membership. You cannot invest directly in an index.

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## EXPENSE EXAMPLE (UNAUDITED) DECEMBER 31, 2017

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs and (2) ongoing costs, including management fees; distribution (12b-1) fees; and other Fund expenses. This Example is provided for informational purposes only and is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (July 1, 2017 – December 31, 2017).

### ACTUAL EXPENSES

For each class, the first line of the table provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

### HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

For each class, the second line of the table below provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses. Please note that this is not the Fund’s actual return, but is used for informational purposes only to showcase how to calculate the ongoing costs associated with the Fund. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

*Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if transactional costs were included, your costs may have been higher.*

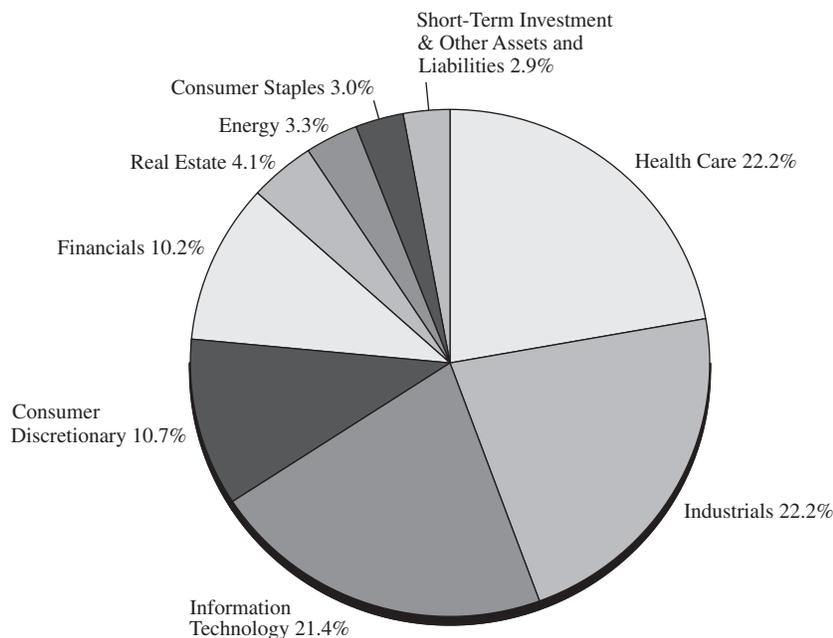
	<u>Beginning Account Value (7/1/2017)</u>	<u>Ending Account Value (12/31/2017)</u>	<u>Expenses Paid During Period<sup>(1)</sup> (7/1/2017 to 12/31/2017)</u>
Investor Class Actual <sup>(2)</sup>	\$1,000.00	\$1,116.50	\$6.67
Investor Class Hypothetical (5% annual return before expenses)	1,000.00	1,018.90	6.36
Institutional Class Actual <sup>(2)</sup>	1,000.00	1,117.60	5.34
Institutional Class Hypothetical (5% annual return before expenses)	1,000.00	1,020.16	5.09

<sup>(1)</sup> Expenses are equal to the Fund’s annualized expense ratio for the period since inception of 1.25% and 1.00% for the Investor Class and Institutional Class, respectively, multiplied by the average account value over the period, multiplied by 184/365 to reflect the one-half year period.

<sup>(2)</sup> Based on the actual returns for the six-month period ended December 31, 2017, of 11.65% and 11.76% for the Investor Class and Institutional Class, respectively.

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## ALLOCATION OF PORTFOLIO NET ASSETS<sup>(1)</sup> (UNAUDITED) AS OF DECEMBER 31, 2017 (% OF NET ASSETS)



## TOP TEN EQUITY HOLDINGS<sup>(1)</sup> (UNAUDITED) AS OF DECEMBER 31, 2017 (% OF NET ASSETS)

Copart	5.1%
Dycom Industries	4.3%
Affiliated Managers Group	4.3%
Omniceil	4.2%
Jack Henry & Associates	4.1%
Hexcel	4.1%
LKQ	4.1%
SBA Communications – REIT	4.1%
BioMarin Pharmaceutical	4.1%
Qualys	4.0%

<sup>(1)</sup> Fund holdings and sector allocations are subject to change at any time and are not recommendations to buy or sell any security.

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## SCHEDULE OF INVESTMENTS DECEMBER 31, 2017

	<u>Shares</u>	<u>Value</u>
<b>COMMON STOCKS — 97.1%</b>		
<b>Consumer Discretionary — 10.7%</b>		
Dunkin' Brands Group	4,220	\$ 272,063
LKQ*	8,461	344,109
Pool	2,113	273,951
		<u>890,123</u>
<b>Consumer Staples — 3.0%</b>		
Church & Dwight	4,909	<u>246,284</u>
<b>Energy — 3.3%</b>		
Core Laboratories	2,538	<u>278,038</u>
<b>Financials — 10.2%</b>		
Affiliated Managers Group	1,734	355,904
Enstar Group*	1,132	227,249
PRA Group*	8,047	267,160
		<u>850,313</u>
<b>Health Care — 22.2%</b>		
AMN Healthcare Services*	4,220	207,835
BioMarin Pharmaceutical*	3,793	338,222
Cooper Companies	1,330	289,780
Genmab A/S — ADR*	2,513	208,277
Halozyne Therapeutics*	13,777	279,122
Mettler-Toledo International*	296	183,378
Omniceil*	7,206	349,491
		<u>1,856,105</u>
<b>Industrials — 22.2%</b>		
Copart*	9,833	424,687
Dycom Industries*	3,212	357,913
HD Supply Holdings*	5,015	200,751
Hexcel	5,576	344,876
ICF International*	4,312	226,380
Middleby*	2,197	296,485
		<u>1,851,092</u>
<b>Information Technology — 21.4%</b>		
ANSYS*	1,847	272,599
Aspen Technology*	4,259	281,946
Computer Modelling Group	24,396	185,351
Criteo — ADR*	4,887	127,209
IPG Photonics*	1,127	241,324

See Notes to the Financial Statements

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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### SCHEDULE OF INVESTMENTS – CONTINUED DECEMBER 31, 2017

	<u>Shares</u>	<u>Value</u>
<b>Information Technology — 21.4% (Continued)</b>		
Jack Henry & Associates	2,954	\$ 345,500
Qualys*	5,621	333,606
		<u>1,787,535</u>
<b>Real Estate — 4.1%</b>		
SBA Communications — REIT*	2,092	<u>341,749</u>
<b>TOTAL COMMON STOCKS</b>		
(Cost \$7,260,515)		<u>8,101,239</u>
<b>SHORT-TERM INVESTMENT — 3.2%</b>		
Fidelity Investments Money Market Funds		
Government Portfolio, Class I, 1.14%^		
<b>TOTAL SHORT-TERM INVESTMENT</b>		
(Cost \$266,202)	266,202	<u>266,202</u>
<b>Total Investments — 100.3%</b>		
(Cost \$7,526,717)		<u>8,367,441</u>
<b>Other Assets and Liabilities, Net — (0.3)%</b>		<u>(21,646)</u>
<b>Total Net Assets — 100.0%</b>		<u><u>\$8,345,795</u></u>

\* Non-income producing security.

^ The rate shown is the annualized seven day effective yield as of December 31, 2017.

ADR – American Depositary Receipt

REIT – Real Estate Investment Trust

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## STATEMENT OF ASSETS AND LIABILITIES DECEMBER 31, 2017

### ASSETS:

Investments, at value	\$ 8,367,441
(Cost \$7,526,717)	
Interest receivable	623
Receivable for investment adviser reimbursements	10,803
Prepaid expenses	16,637
Total assets	8,395,504

### LIABILITIES:

Accrued distribution fees	989
Payable for fund administration & accounting fees	17,053
Payable for compliance fees	1,832
Payable for transfer agent fees & expenses	5,199
Payable for custody fees	1,007
Payable for trustee fees	2,445
Accrued other fees	21,184
Total liabilities	49,709

**NET ASSETS** \$ 8,345,795

### NET ASSETS CONSIST OF:

Paid-in capital	\$ 8,757,101
Accumulated net investment loss	(11)
Accumulated net realized loss on investments	(1,252,019)
Net unrealized appreciation on investments	840,724
Net Assets	\$ 8,345,795

	<b>Investor Class</b>	<b>Institutional Class</b>
Net Assets	\$850,803	\$7,494,992
Shares issued and outstanding <sup>(1)</sup>	69,366	606,751
Net asset value, redemption price and offering price per share	\$ 12.27	\$ 12.35

<sup>(1)</sup> Unlimited shares authorized without par value.

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 2017

### INVESTMENT INCOME:

Interest income	\$ 1,816
Dividend income	17,023
Less: foreign taxes withheld	<u>(907)</u>
Total investment income	<u>17,932</u>

### EXPENSES:

Fund administration & accounting fees (See Note 4)	101,964
Investment adviser fees (See Note 4)	36,656
Federal & state registration fees	33,574
Transfer agent fees & expenses (See Note 4)	32,162
Audit fees	16,997
Compliance fees (See Note 4)	10,997
Trustee fees (See Note 4)	9,310
Legal fees	8,115
Custody fees (See Note 4)	6,572
Other fees	4,653
Postage & printing fees	3,956
Distribution fees – Investor Class (See Note 5)	<u>1,203</u>
Total expenses before reimbursement/waiver	266,159
Less: reimbursement/waiver from investment adviser (See Note 4)	<u>(219,133)</u>
Net expenses	<u>47,026</u>

**NET INVESTMENT LOSS** (29,094)

### REALIZED AND UNREALIZED GAIN ON INVESTMENTS:

Net realized gain on investments	983,989
Net change in unrealized appreciation on investments	<u>68,723</u>
Net realized and unrealized gain on investments	<u>1,052,712</u>

**NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS** \$1,023,618

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## STATEMENTS OF CHANGES IN NET ASSETS

	<u>Year Ended</u> <u>December 31, 2017</u>	<u>Year Ended</u> <u>December 31, 2016</u>
<b>OPERATIONS:</b>		
Net investment loss	\$ (29,094)	\$ (90,020)
Net realized gain (loss) on investments	983,989	(774,411)
Net change in unrealized appreciation on investments	<u>68,723</u>	<u>2,431,661</u>
Net increase in net assets resulting from operations	<u>1,023,618</u>	<u>1,567,230</u>
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Investor Class:		
Proceeds from shares sold	806,983	25,700
Proceeds from reinvestment of distributions	—	—
Payments for shares redeemed	<u>(89,037)</u>	<u>—</u>
Increase in net assets from Investor Class transactions	<u>717,946</u>	<u>25,700</u>
Institutional Class:		
Proceeds from shares sold	5,551,918	240,782
Proceeds from reinvestment of distributions	—	—
Payments for shares redeemed	<u>(19,938,363)</u>	<u>(1,818,276)</u>
Decrease in net assets from Institutional Class transactions	<u>(14,386,445)</u>	<u>(1,577,494)</u>
Net decrease in net assets resulting from capital share transactions	<u>(13,668,499)</u>	<u>(1,551,794)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS:</b>		
From net investment income:		
Investor Class	—	—
Institutional Class	—	—
From net realized gains:		
Investor Class	—	—
Institutional Class	<u>—</u>	<u>—</u>
Total distributions to shareholders	<u>—</u>	<u>—</u>
<b>TOTAL INCREASE (DECREASE) IN NET ASSETS</b>	<u>(12,644,881)</u>	<u>15,436</u>
<b>NET ASSETS:</b>		
Beginning of year	<u>20,990,676</u>	<u>20,975,240</u>
End of year, including accumulated net investment loss of \$(11) and \$0, respectively.	<u>\$ 8,345,795</u>	<u>\$20,990,676</u>

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## FINANCIAL HIGHLIGHTS

For a Fund share outstanding throughout the year.

Investor Class	Years Ended December 31:		
	2017	2016	2015
<b>PER SHARE DATA:</b>			
Net asset value, beginning of year	<u>\$10.07</u>	<u>\$ 9.39</u>	<u>\$10.00</u>
Investment operations:			
Net investment loss	(0.06)	(0.03)	(0.06)
Net realized and unrealized gain (loss) on investments	<u>2.26</u>	<u>0.71</u>	<u>(0.55)</u>
Total from investment operations	<u>2.20</u>	<u>0.68</u>	<u>(0.61)</u>
Less distributions from:			
Net investment income	—	—	—
Net capital gains	<u>—</u>	<u>—</u>	<u>—</u>
Total distributions	<u>—</u>	<u>—</u>	<u>—</u>
Net asset value, end of year	<u><u>\$12.27</u></u>	<u><u>\$10.07</u></u>	<u><u>\$ 9.39</u></u>
<b>TOTAL RETURN</b>	21.85%	7.24%	(6.10)%
<b>SUPPLEMENTAL DATA AND RATIOS:</b>			
Net assets, at end of year (000's)	\$851	\$40	\$12
Ratio of expenses to average net assets:			
Before expense reimbursement/waiver	6.62%	2.15%	20.48%
After expense reimbursement/waiver	1.25%	1.25%	1.25%
Ratio of net investment loss to average net assets:			
Before expense reimbursement/waiver	(6.23)%	(1.58)%	(19.89)%
After expense reimbursement/waiver	(0.86)%	(0.68)%	(0.66)%
Portfolio turnover rate	134%	40%	65%

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## FINANCIAL HIGHLIGHTS

For a Fund share outstanding throughout the year.

	Years Ended December 31:		
	2017	2016	2015
<b>Institutional Class</b>			
<b>PER SHARE DATA:</b>			
Net asset value, beginning of year	<u>\$10.13</u>	<u>\$ 9.41</u>	<u>\$10.00</u>
Investment operations:			
Net investment loss	(0.04)	(0.04)	(0.03)
Net realized and unrealized gain (loss) on investments	<u>2.26</u>	<u>0.76</u>	<u>(0.56)</u>
Total from investment operations	<u>2.22</u>	<u>0.72</u>	<u>(0.59)</u>
Less distributions from:			
Net investment income	—	—	—
Net capital gains	<u>—</u>	<u>—</u>	<u>—</u>
Total distributions	<u>—</u>	<u>—</u>	<u>—</u>
Net asset value, end of year	<u><u>\$12.35</u></u>	<u><u>\$10.13</u></u>	<u><u>\$ 9.41</u></u>
<b>TOTAL RETURN</b>	21.92%	7.65%	(5.90)%
<b>SUPPLEMENTAL DATA AND RATIOS:</b>			
Net assets, at end of year (000's)	\$7,495	\$20,951	\$20,963
Ratio of expenses to average net assets:			
Before expense reimbursement/waiver	5.71%	1.94%	2.52%
After expense reimbursement/waiver	1.00%	1.00%	1.00%
Ratio of net investment loss to average net assets:			
Before expense reimbursement/waiver	(5.32)%	(1.37)%	(1.93)%
After expense reimbursement/waiver	(0.61)%	(0.43)%	(0.41)%
Portfolio turnover rate	134%	40%	65%

See Notes to the Financial Statements

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

### 1. ORGANIZATION

Managed Portfolio Series (the “Trust”) was organized as a Delaware statutory trust under a Declaration of Trust dated January 27, 2011. The Trust is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company. The TorrayResolute Small/Mid Cap Growth Fund (the “Fund”) is a diversified series with its own investment objectives and policies within the Trust. The investment objective of the Fund is long-term capital appreciation. The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 Financial Services – Investment Companies. The Fund commenced operations on January 1, 2015. The Fund currently offers two classes of shares, the Investor Class and the Institutional Class. Investor Class shares are subject to a 0.25% distribution fee and each class of shares is subject to a shareholder servicing fee of up to 0.15%. Each class of shares has identical rights and privileges except with respect to the distribution fees and voting rights on matters affecting a single share class. The Fund may issue an unlimited number of shares of beneficial interest, with no par value.

### 2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Fund in preparation of its financial statements. These policies are in conformity with generally accepted accounting principles in the United States of America (“GAAP”).

*Security Valuation* – All investments in securities are recorded at their estimated fair value, as described in Note 3.

*Federal Income Taxes* – The Fund complies with the requirements of subchapter M of the Internal Revenue Code of 1986, as amended, necessary to qualify as a regulated investment company and distributes substantially all net taxable investment income and net realized gains to shareholders in a manner which results in no tax cost to the Fund. The Fund recognizes interest and penalties, if any, related to unrecognized tax benefits on uncertain tax positions as income tax expense in the Statement of Operations. Therefore, no federal income tax provision is required. As of and during the year ended December 31, 2017, the Fund did not have any tax positions that did not meet the “more-likely-than-not” threshold of being sustained by the applicable tax authority. As of and during the year ended December 31, 2017, the Fund did not incur any interest or penalties.

*Security Transactions and Investment Income* – The Fund follows industry practice and records security transactions on the trade date. Realized gains and losses on sales of securities are calculated on the basis of identified cost. Dividend income is recorded on the ex-dividend date and interest income is recorded on an accrual basis. Withholding taxes on foreign dividends have been provided for in accordance with the Fund’s understanding of the applicable country’s tax rules and regulations. Discounts and premiums on securities purchased are amortized over the expected life of the respective securities.

The Fund distributes all net investment income, if any, and net realized capital gains, if any, annually. Distributions to shareholders are recorded on the ex-dividend date. The Fund may utilize earnings and profits distributed to shareholders on redemptions of shares as part of the dividends paid deduction. The treatment for financial reporting purposes of distributions made to shareholders during the year from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused primarily by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax purposes. Where such differences are permanent in nature, GAAP requires that they be

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED DECEMBER 31, 2017

reclassified in the components of the net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations or net asset values per share of the Fund. For the year ended December 31, 2017, the Fund decreased accumulated net investment loss by \$29,083, increased accumulated net realized loss on investments by \$10, and decreased paid-in capital by \$29,073. The adjustments are primarily due to net operating losses.

*Use of Estimates* – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

*Allocation of Income, Expenses and Gains/Losses* – Income, expenses (other than those deemed attributable to a specific share class), and gains and losses of the Fund are allocated daily to each class of shares based upon the ratio of net assets represented by each class as a percentage of the net assets of the Fund. Expenses deemed directly attributable to a class of shares are recorded by the specific class. Most Fund expenses are allocated by class based on relative net assets. Distribution fees are expensed at 0.25% of average daily net assets of Investor Class shares. Expenses associated with a specific fund in the Trust are charged to that fund. Common Trust expenses are typically allocated evenly between the funds of the Trust, or by other equitable means.

### 3. SECURITIES VALUATION

The Fund has adopted authoritative fair value accounting standards which establish an authoritative definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value, a discussion of changes in valuation techniques and related inputs during the period and expanded disclosure of valuation levels for major security types. These inputs are summarized in the three broad levels listed below:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access.

Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund’s own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

Following is a description of the valuation techniques applied to the Fund’s major categories of assets and liabilities measured at fair value on a recurring basis. The Fund’s investments are carried at fair value.

*Equity Securities* – Equity securities, including common stocks, preferred stocks, exchange-traded funds (“ETFs”) and real estate investment trusts (“REITs”), that are primarily traded on a national securities exchange are valued at the last sale price on the exchange on which they are primarily traded on the day of valuation or, if there has been no sale on such day, at the mean between the bid and ask prices. Securities traded primarily in the Nasdaq Global Market System for which market quotations are readily available are valued using the Nasdaq Official Closing Price

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED DECEMBER 31, 2017

(“NOCP”). If the NOCP is not available, such securities are valued at the last sale price on the day of valuation, or if there has been no sale on such day, at the mean between the bid and ask prices. To the extent these securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy. If the market for a particular security is not active, and the mean between bid and ask prices is used, these securities are categorized in Level 2 of the fair value hierarchy.

*Short-Term Investments* – Investments in money market funds are valued at their net asset value per share. To the extent these securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy.

Securities for which market quotations are not readily available, or if the closing price does not represent fair value, are valued following procedures approved by the Board of Trustees. These procedures consider many factors, including the type of security, size of holding, trading volume and news events. There can be no assurance that the Fund could obtain the fair value assigned to a security if they were to sell the security at approximately the time at which the Fund determines their net asset values per share. The Board of Trustees has established a Valuation Committee to administer, implement, and oversee the fair valuation process, and to make fair value decisions when necessary. The Board of Trustees regularly reviews reports of the Valuation Committee that describe any fair value determinations and methods.

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities. The following is a summary of the inputs used to value the Fund’s securities as of December 31, 2017:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$8,101,239	\$ —	\$ —	\$8,101,239
Short-Term Investment	<u>266,202</u>	<u>—</u>	<u>—</u>	<u>266,202</u>
<b>Total Investments in Securities</b>	<u>\$8,367,441</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$8,367,441</u>

Transfers between levels are recognized at the end of the reporting period. During the year ended December 31, 2017, the Fund transferred one security with a value of \$185,351 out of Level 2 to Level 1 due to a change from a last sale price adjusted price to a last sale price. The Fund did not invest in any Level 3 investments during the year. Refer to the Schedule of Investments for further information on the classification of investments.

#### 4. INVESTMENT ADVISORY FEE AND OTHER TRANSACTIONS WITH AFFILIATES

The Trust has an agreement with Torray LLC (“Adviser”) to furnish investment advisory services to the Fund. Pursuant to an Investment Advisory Agreement (“Agreement”) between the Trust and the Adviser, the Adviser is entitled to receive, on a monthly basis, an annual advisory fee equal to 0.80% of the Fund’s average daily net assets.

The Fund’s Adviser has contractually agreed to waive a portion or all of its management fees and/or reimburse the Fund for its expenses to ensure that total annual operating expenses (excluding Rule 12b-1, shareholder servicing fees, acquired fund fees and expenses, leverage, interest, taxes, brokerage commissions and extraordinary expenses) for the Fund do not exceed 1.00% of average daily net assets of the Fund. Fees waived and expenses paid by the Adviser may be recouped by the Adviser for a period of thirty-six months following the month during which such fee waiver and expense payment was made if such recoupment can be achieved without exceeding the expense limit in effect at the time the waiver and expense payment occurred. The Operating Expenses Limitation Agreement will be in effect and

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED DECEMBER 31, 2017

cannot be terminated through April 30, 2026. Thereafter, the agreement may be terminated at any time upon 60 days' written notice by the Trust's Board of Trustees (the "Board") or the Adviser.

Waived fees and reimbursed expenses subject to potential recovery by month of expiration are as follows:

<u>Expiration</u>	<u>Amount</u>
October – December 2019	\$ 30,857
January – December 2020	\$219,133

U.S. Bancorp Fund Services, LLC ("USBFS" or the "Administrator") acts as the Fund's Administrator, Transfer Agent, and Fund Accountant. U.S. Bank, N.A. (the "Custodian") serves as the custodian to the Fund. The Custodian is an affiliate of the Administrator. The Administrator performs various administrative and accounting services for the Fund. The Administrator prepares various federal and state regulatory filings, reports and returns for the Fund; prepares reports and materials to be supplied to the Trustees; monitors the activities of the Fund's custodian; coordinates the payment of the Fund's expenses and reviews the Fund's expense accruals. The officers of the Trust, including the Chief Compliance Officer, are employees of the Administrator. A Trustee of the Trust is an officer of the Administrator. As compensation for its services, the Administrator is entitled to a monthly fee at an annual rate based upon the average daily net assets of the Fund, subject to annual minimums. Fees incurred by the Fund for administration and accounting, transfer agency, custody and chief compliance officer services for the year ended December 31, 2017, are disclosed in the Statement of Operations.

Quasar Distributors, LLC (the "Distributor") acts as the Fund's principal underwriter in a continuous public offering of the Fund's shares. The Distributor is an affiliate of the Administrator. A Trustee of the Trust was an interested person of the distributor until resigning from the Distributor's Board on September 21, 2017.

### 5. DISTRIBUTION & SHAREHOLDER SERVICING FEES

The Fund has adopted a Distribution Plan pursuant to Rule 12b-1 (the "Plan") in the Investor Class only. The Plan permits the Fund to pay for distribution and related expenses at an annual rate of 0.25% of the average daily net assets of the Investor Class. The expenses covered by the Plan may include the cost of preparing and distributing prospectuses and other sales material, advertising and public relations expenses, payments to financial intermediaries and compensation of personnel involved in selling shares of the Fund. Payments made pursuant to the Plan will represent reimbursement for distribution and service activities. For the year ended December 31, 2017, the Investor Class incurred expenses of \$1,203 pursuant to the Plan.

The Fund has entered into a shareholder servicing agreement (the "Agreement") with the Adviser, under which the Fund may pay servicing fees at an annual rate of up to 0.15% of the average daily net assets of each class. Payments to the Adviser under the Agreement may reimburse the Adviser for payments it makes to selected brokers, dealers and administrators which have entered into service agreements with the Adviser for services provided to shareholders of the Fund. The services provided by such intermediaries are primarily designed to assist shareholders of the Fund and include the furnishing of office space and equipment, telephone facilities, personnel and assistance to the Fund in servicing such shareholders. Services provided by such intermediaries also include the provision of support services to the Fund and includes establishing and maintaining shareholders' accounts and record processing, purchase and redemption transactions, answering routine client inquiries regarding the Fund, and providing such other personal services to shareholders as the Fund may reasonably request. For the year ended December 31, 2017, the Investor and Institutional Class did not incur any shareholder servicing fees.

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

## NOTES TO THE FINANCIAL STATEMENTS – CONTINUED DECEMBER 31, 2017

### 6. CAPITAL SHARE TRANSACTIONS

Transactions in shares of the Fund were as follows:

	<u>Year Ended December 31, 2017</u>	<u>Year Ended December 31, 2016</u>
<b>Investor Class:</b>		
Shares sold	73,641	2,649
Shares issued to holders in reinvestment of distributions	—	—
Shares redeemed	<u>(8,245)</u>	<u>—</u>
Net increase in Investor Class shares	<u>65,396</u>	<u>2,649</u>
<b>Institutional Class:</b>		
Shares sold	474,595	24,909
Shares issued to holders in reinvestment of distributions	—	—
Shares redeemed	<u>(1,936,505)</u>	<u>(183,589)</u>
Net decrease in Institutional Class shares	<u>(1,461,910)</u>	<u>(158,680)</u>
Net decrease in shares outstanding	<u><u>(1,396,514)</u></u>	<u><u>(156,031)</u></u>

### 7. INVESTMENT TRANSACTIONS

The aggregate purchases and sales, excluding short-term investments, by the Fund for the year ended December 31, 2017, were as follows:

	<u>Purchases</u>	<u>Sales</u>
U.S. Government	\$ —	\$ —
Other	\$7,276,067	\$20,398,859

### 8. FEDERAL TAX INFORMATION

The aggregate gross unrealized appreciation and depreciation of securities held by the Fund and the total cost of securities for federal income tax purposes at December 31, 2017, were as follows:

<u>Aggregate Gross Appreciation</u>	<u>Aggregate Gross Depreciation</u>	<u>Net Appreciation</u>	<u>Federal Income Tax Cost</u>
\$1,013,239	\$(193,531)	\$819,708	\$7,547,733

The difference between book-basis and tax-basis unrealized appreciation is attributable primarily to the deferral of wash sale losses.

At December 31, 2017, the components of accumulated earnings (deficit) on a tax-basis were as follows:

<u>Undistributed Ordinary Income</u>	<u>Other Accumulated Losses</u>	<u>Net Unrealized Appreciation</u>	<u>Total Accumulated Losses</u>
\$ —	\$(1,231,014)	\$819,708	\$(411,306)

## **TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND**

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### **NOTES TO THE FINANCIAL STATEMENTS – CONTINUED DECEMBER 31, 2017**

As of December 31, 2017, the Fund had \$1,231,003 in short-term capital loss carryovers which will be permitted to be carried over for an unlimited period. During the year ended December 31, 2017, the Fund utilized unlimited capital loss carryovers of \$734,383. A regulated investment company may elect for any taxable year to treat any portion of any qualified late year loss as arising on the first day of the next taxable year. Qualified late year losses are certain capital and ordinary losses which occur during the portion of the Fund's taxable year subsequent to October 31. For the taxable year ended December 31, 2017, the Fund plans to defer on a tax basis, post-October losses of \$11.

There were no distributions made by the Fund for the year ended December 31, 2017, and the year ended December 31, 2016.

#### **9. CONTROL OWNERSHIP**

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of the fund, under Section 2(a)(9) of the Investment Company Act of 1940. As of December 31, 2017, Robert E. Torray, an affiliated person of the Adviser, owned 35.84%, Saxon & Company, for the benefit of its customers, owned 27.66% and Charles Schwab & Company, for the benefit of its customers, owned 26.10% of the outstanding shares of the Fund.

# TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders of TorrayResolute Small/Mid Cap Growth Fund and  
Board of Trustees of Managed Portfolio Series

### Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of TorrayResolute Small/Mid Cap Growth Fund (the “Fund”), a series of Managed Portfolio Series, as of December 31, 2017, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, including the related notes, and the financial highlights for each of the three years in the period then ended (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2017, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the three years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

### Basis for Opinion

These financial statements are the responsibility of the Fund’s management. Our responsibility is to express an opinion on the Fund’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits include performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and confirmation of securities owned as of December 31, 2017, by correspondence with the custodian. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as the Fund’s auditor since 2015.



COHEN & COMPANY, LTD.  
Milwaukee, Wisconsin  
February 22, 2018

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

### ADDITIONAL INFORMATION (UNAUDITED) DECEMBER 31, 2017

#### TRUSTEES AND OFFICERS

<u>Name, Address and Year of Birth</u>	<u>Position(s) Held with the Trust</u>	<u>Term of Office and Length of Time Served</u>	<u>Number of Portfolios in Trust Overseen by Trustee</u>	<u>Principal Occupation(s) During the Past Five Years</u>	<u>Other Directorships Held by Trustee During the Past Five Years</u>
<i>Independent Trustees</i>					
Leonard M. Rush, CPA 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1946	Lead Independent Trustee and Audit Committee Chairman	Indefinite Term; Since April 2011	36	Retired, Chief Financial Officer, Robert W. Baird & Co. Incorporated (2000-2011).	Independent Trustee, ETF Series Solutions (25 Portfolios) (2012-Present); Director, Anchor Bancorp Wisconsin, Inc. (2011-2013)
David A. Massart 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1967	Trustee and Valuation Committee Chairman	Indefinite Term; Since April 2011	36	Co-Founder and Chief Investment Strategist, Next Generation Wealth Management, Inc. (2005-Present).	Independent Trustee, ETF Series Solutions (25 Portfolios) (2012-Present)
David M. Swanson 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1957	Trustee	Indefinite Term; Since April 2011	36	Founder and Managing Principal, SwanDog Strategic Marketing, LLC (2006-Present).	Independent Trustee, ALPS Variable Investment Trust (11 Portfolios) (2006-Present); Independent Trustee, RiverNorth Opportunities Closed-End Fund (2015-Present)
<i>Interested Trustee</i>					
Robert J. Kern* 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1958	Chairman, and Trustee	Indefinite Term; Since January 2011	36	Executive Vice President, U.S. Bancorp Fund Services, LLC (1994-Present).	None

\* Mr. Kern is an "interested person" of the Trust as defined by the 1940 Act by virtue of the fact that he was a board member of the Fund's principal underwriter, Quasar Distributors, LLC.

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

### ADDITIONAL INFORMATION (UNAUDITED) – CONTINUED DECEMBER 31, 2017

<u>Name, Address and Year of Birth</u>	<u>Position(s) Held with the Trust</u>	<u>Term of Office and Length of Time Served</u>	<u>Number of Portfolios Overseen in Trust by Trustee</u>	<u>Principal Occupation(s) During the Past Five Years</u>	<u>Other Directorships Held by Trustee During the Past Five Years</u>
<i>Officers</i>					
James R. Arnold 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1957	President and Principal Executive Officer	Indefinite Term; Since January 2011	N/A	Senior Vice President, U.S. Bancorp Fund Services, LLC (2002-Present).	N/A
Deborah Ward 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1966	Vice President, Chief Compliance Officer and Anti-Money Laundering Officer	Indefinite Term; Since April 2013	N/A	Senior Vice President, U.S. Bancorp Fund Services, LLC (2004-Present).	N/A
Brian R. Wiedmeyer 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1973	Treasurer and Principal Financial Officer	Indefinite Term; Since January 2011	N/A	Vice President, U.S. Bancorp Fund Services, LLC (2005-Present).	N/A
Thomas A. Bausch, Esq. 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1979	Secretary	Indefinite Term; Since November 2017	N/A	Assistant Vice President, U.S. Bancorp Fund Services, LLC (2016-Present); Associate, Godfrey & Kahn S.C. (2012-2016).	N/A
Ryan L. Roell 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1973	Assistant Treasurer	Indefinite Term; Since September 2012	N/A	Assistant Vice President, U.S. Bancorp Fund Services, LLC (2005-Present).	N/A
Benjamin Eirich 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1981	Assistant Treasurer	Indefinite Term; Since May 2016	N/A	Assistant Vice President, U.S. Bancorp Fund Services, LLC (2008-Present).	N/A
Doug Schafer 615 E. Michigan St. Milwaukee, WI 53202 Year of Birth: 1970	Assistant Treasurer	Indefinite Term; Since May 2016	N/A	Assistant Vice President, U.S. Bancorp Fund Services, LLC (2002-Present).	N/A

# **TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND**

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## **ADDITIONAL INFORMATION (UNAUDITED) – CONTINUED DECEMBER 31, 2017**

### **AVAILABILITY OF FUND PORTFOLIO INFORMATION**

The Fund files complete schedules of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q, which is available on the SEC's website at [www.sec.gov](http://www.sec.gov). The Fund's Form N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. For information on the Public Reference Room call 1-800-SEC-0330. In addition, the Fund's Form N-Q is available without charge upon request by calling 1-844-406-4960.

### **AVAILABILITY OF PROXY VOTING INFORMATION**

A description of the Fund's Proxy Voting Policies and Procedures is available without charge, upon request, by calling 1-844-406-4960. Information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12 month period ended June 30, is available (1) without charge, upon request, by calling 1-844-406-4960, or (2) on the SEC's website at [www.sec.gov](http://www.sec.gov).

## TORRAYRESOLUTE SMALL/MID CAP GROWTH FUND

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### PRIVACY NOTICE

The Fund collects only relevant information about you that the law allows or requires it to have in order to conduct its business and properly service you. The Fund collects financial and personal information about you (“Personal Information”) directly (e.g., information on account applications and other forms, such as your name, address, and social security number, and information provided to access account information or conduct account transactions online, such as password, account number, e-mail address, and alternate telephone number), and indirectly (e.g., information about your transactions with us, such as transaction amounts, account balance and account holdings).

**The Fund does not disclose any non-public personal information about its shareholders or former shareholders other than for everyday business purposes such as to process a transaction, service an account, respond to court orders and legal investigations or as otherwise permitted by law. Third parties that may receive this information include companies that provide transfer agency, technology and administrative services to the Fund, as well as the Fund’s investment adviser who is an affiliate of the Fund. If you maintain a retirement/educational custodial account directly with the Fund, we may also disclose your Personal Information to the custodian for that account for shareholder servicing purposes. The Fund limits access to your Personal Information provided to unaffiliated third parties to information necessary to carry out their assigned responsibilities to the Fund. All shareholder records will be disposed of in accordance with applicable law. The Fund maintains physical, electronic and procedural safeguards to protect your Personal Information and requires its third party service providers with access to such information to treat your Personal Information with the same high degree of confidentiality.**

**In the event that you hold shares of the Fund through a financial intermediary, including, but not limited to, a broker-dealer, bank, credit union or trust company, the privacy policy of your financial intermediary governs how your non-public personal information is shared with unaffiliated third parties.**

**INVESTMENT ADVISER**

Torray LLC  
7501 Wisconsin Avenue, Suite 750 W  
Bethesda, MD 20814-6519

**DISTRIBUTOR**

Quasar Distributors, LLC  
777 East Wisconsin Avenue  
Milwaukee, WI 53202

**CUSTODIAN**

U.S. Bank, N.A.  
1555 North River Center Drive  
Milwaukee, WI 53212

**ADMINISTRATOR, FUND ACCOUNTANT  
AND TRANSFER AGENT**

U.S. Bancorp Fund Services, LLC  
615 East Michigan Street  
Milwaukee, WI 53202

**INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

Cohen & Company, Ltd.  
342 North Water Street, Suite 830  
Milwaukee, WI 53202

**LEGAL COUNSEL**

Stradley Ronon Stevens & Young, LLP.  
2005 Market Street, Suite 2600  
Philadelphia, PA 19103

*This report should be accompanied or preceded by a prospectus.*

*The Fund's Statement of Additional Information contains additional information about the Fund's trustees and is available without charge upon request by calling 1-844-406-4960.*