

A GLOBAL LISTED INFRASTRUCTURE FUND SEEKING
CAPITAL APPRECIATION, YIELD, AND INFLATION PROTECTION



Centre Funds

CENTRE GLOBAL INFRASTRUCTURE FUND

Investor Class (Ticker: DHIVX)

Institutional Class (Ticker: DHINX)

A fund for investors seeking to potentially benefit from a renewed focus on infrastructure spending but wish to have liquidity in publicly traded investments in developed global markets rather than illiquid private investments.

A series of

CENTRE FUNDS

FUNDAMENTALLY-DRIVEN SPECIALIST ACTIVE FUNDS

For questions or for Shareholder Services, please call 1-855-298-4236 or visit us online at www.centrefunds.com.

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INVESTMENT OBJECTIVE

The Centre Global Infrastructure Fund seeks long-term capital appreciation and income through exposure to infrastructure related assets.

THE FUND'S ROLE – THE CENTRE GLOBAL INFRASTRUCTURE FUND IS FOR INVESTORS THAT WANT INFRASTRUCTURE EXPOSURE IN THEIR PORTFOLIOS, BUT WISH TO HAVE LIQUIDITY IN PUBLICLY LISTED INVESTMENTS RATHER THAN DIRECT STAKES IN ILLIQUID PRIVATE INVESTMENTS. THE FUND WILL INVEST IN ESTABLISHED INFRASTRUCTURE FIRMS THAT PROVIDE A PLETHORA OF SERVICES AND FACILITIES FOR SOCIETY IN THE AREAS OF TRANSPORTATION, UTILITIES, COMMUNICATIONS, AND SOCIAL WELFARE.

The Fund will invest mainly in equity securities issued by U.S. and foreign (non-U.S.) infrastructure-related companies. According to the Global Listed Infrastructure Organisation (GLIO), there is a \$60 trillion investment requirement and global listed infrastructure offers an untapped opportunity during the next 15 years relative to other asset classes. Furthermore, we expect government funding in infrastructure will fall well short of needs and, thus, private sector global listed infrastructure has an important role to play. GLIO also identifies the benefits of global listed infrastructure to include attractive and stable revenue streams, global diversification across regions and industries, as well as liquidity and transparency of public markets.

The Centre Global Infrastructure Fund is expected to hold a substantial portion of its net assets in yield paying securities and, thus, the Centre Global Infrastructure Fund is expected to make monthly income distributions. With cash and fixed income as an asset class, in general, expected to generate increasingly lower returns vis-à-vis historical yields, increasing uncertainty surrounding the continuation of tax exemption on municipal bonds, and a continued favorable tax rate on qualified dividends paid by domestic and foreign corporations, listed global infrastructure shares will likely be an attractive and complementary way to access higher yields; infrastructure companies historically generate very stable, and in many cases, inflation indexed cash flows each year allowing them to pay out high and growing dividend payments to shareholders.

The Fund will pursue a bottom-up, active management approach and invest in what we deem the most attractive infrastructure stocks from the United States and developed international economies such as Japan, Spain, Canada, and the United Kingdom. For stock selection, Centre Asset Management, LLC, the Adviser, will apply its fundamental, disciplined Economic Value Added (EVA) or economic profit based approach to investing. Historically, high economic profit companies have outperformed low ones. By targeting high economic profit generating companies, the Centre Global Infrastructure Fund will narrow its focus to high quality companies that make wise, shareholder value creating, capital allocation decisions, imperative for high capital expenditures infrastructure firms. Also, the Fund will seek to balance its exposures to where the weights of the Telecommunication, Utilities, and the Energy, Transportation and Social Infrastructure sectors are broadly represented.

Timing is Favorable for Infrastructure Investment across Developed Economies:

- **Increasing Policy Focus on Fiscal Stimulus:** Due to the diminishing effects from monetary stimulus on generating sustained economic growth in the U.S., Europe, and Japan after the “Great Recession”, many economists and politicians are now advocating for fiscal stimulus with much of the proposed outlays taking the form of increased infrastructure spending. In the U.S., Europe, and Japan, public fixed investment as a share of GDP is at multi-decade lows,¹ which we believe will create a favorable backdrop for infrastructure investments.
- **Record Low Interest Rates Increase Affordability for Fiscal Stimulus:** Due to government interest rates at generational lows across most developed countries, government interest payments as a percentage of GDP have fallen since 2008 in the U.S. for example. This implies there could be scope for higher infrastructure spending despite the higher levels of government debt². On a relative basis, a lower-for-longer interest rate environment also strengthens the investment case for high-yielding infrastructure equities as an alternative to low yielding fixed income securities.
- **Not Just Smokestacks and Sewers:** Infrastructure firms create the facilities for information and mobility; the sector is not solely about building roads and bridges. Infrastructure spending also includes high technology facilities and services for renewable energy, zero emission vehicles, and internet connectivity. As an example, utilities will play a crucial role in mobility by aiding the adoption of electric, low emission vehicles.³

KEY POINTS OF DIFFERENTIATION

- **Higher Dividend Yields Than Core Global Equity:** Historically, the MSCI Global Infrastructure Index has generated a dividend yield that is higher than the yield on conventional core equity indices like the MSCI World Index.⁴ We believe a higher dividend yield is attractive given record low interest rates on government and other fixed income securities. The Fund will focus on higher dividend yielding assets.
- **Monthly Income Distributions:** The Fund will pay distributions of dividend and interest income monthly rather than annually.
- **A Potential Hedge against Inflation:** Hard assets like infrastructure assets tend to retain their “real” value through the long-term. Many infrastructure assets have concession agreements or long-term contracts that link to inflation in the long run. In identifying firms with sustainable pricing power, the Fund will seek investments that exhibit high barriers to entry in their segments and that create positive externalities in their regions.
- **Lower volatility than broad equity indices:** Historically, infrastructure indices volatility is lower than on conventional equity indices like the MSCI World Index.⁵ The Fund will also focus on industries with lower volatility such as toll roads, power stations, hospitals and schools.
- **Improved Stock Selection through EVA:** Historically, high economic value added (EVA) companies have outperformed low EVA ones. By targeting high EVA growth companies, the Fund will narrow its focus to high quality infrastructure firms that make wise capital allocation decisions. Through our “bottoms-up” analysis, we seek to avoid names that destroy shareholder wealth by either “empire building” or under-investment. Additionally,

the stock-selection approach standardizes accounting across countries which facilitates cross-border comparisons between the best U.S. infrastructure names and international firms.

FUND MANAGER



James A. Abate, MBA, CPA, CFA, is the Chief Investment Officer of Centre Asset Management, LLC, and the Portfolio Manager of the firm's Global Listed Infrastructure Strategy. He also serves as the firm's Managing Director. Prior to founding Centre Asset Management, LLC, Mr. Abate was U.S. Investment Director, North America, for GAM. Prior to GAM, Mr. Abate served as Managing Director & Fund Manager/Head of U.S. Active Equity at Credit Suisse Asset Management responsible for its U.S. Select Equity Strategy and stable of Global Sector Funds. While at GAM and Credit Suisse, Mr. Abate achieved Standard & Poor's Funds Research AAA rating, has received numerous "Category King" mentions in The Wall Street Journal, as well as multiyear Investment Week award nominations. Prior to transitioning to asset management, he was a Manager in Price Waterhouse's Valuation/Corporate Finance Group and served as a commissioned officer in the U.S. Army and Reserves, achieving the rank of Captain. Mr. Abate holds a B.S. in accounting from Fairleigh Dickinson University and an MBA in finance from St. John's University, and is a visiting Adjunct Professor in the graduate and honors academic programs at the Zicklin School of Business, Baruch College. Mr. Abate is a contributing author to several John Wiley published books: Applied Equity Valuation, Focus on Value, Short Selling and The Theory and Practice of Investment Management; his article writings have appeared in The Journal of Portfolio Management, Investment Week, FT Investment Adviser, The Wall Street Journal, Mergers & Acquisitions and other various publications; and other writings — with Professor J. Grant, Ph.D. — on EVA, or economic value added approach to security analysis have been adopted by the CFA Institute candidate study programs. Mr. Abate is a former member of the editorial advisory board of The Journal of Portfolio Management.

OUR FUNDS

Each series of Centre Funds is a fundamentally-driven, actively managed Fund in core investment strategies with differentiation and using specialist talent. We offer a select series of funds to choose from, each available in investor and institutional share classes. Our aim at Centre Funds is to deliver strong, long-term performance results for investors through an exceptional focus on producing returns and managing risk and downside volatility in a select number of investment strategies. We want investors to associate Centre Funds with high conviction, differentiated fund strategies that may not be available elsewhere and are tactical, pragmatic, and opportunistic. Each investment strategy aims to capitalize on defined market opportunities using talented and experienced Portfolio Managers with consistent and repeatable investment processes who aim to achieve true differentiated returns. Our Portfolio Managers remain focused on fundamentally-driven investment approaches within truly active, high conviction, disciplined and research intensive processes. At Centre Funds, we place service excellence at the core of everything that we do and are committed to providing useful information on all of the Funds.

IMPORTANT DISCLOSURES

Risks: There is no assurance that this investment philosophy will consistently lead to successful investing. Foreign investing involves special risks such as currency fluctuations and political uncertainty. Investing in emerging markets typically involves greater risks due to the smaller size and less liquid nature of those markets.

You cannot invest directly in an index.

Because the fund will normally concentrate its investments in infrastructure-related companies, the Fund will have greater exposure, and be more susceptible, to adverse economic or regulatory occurrences affecting those companies' industries.

The Centre Global Infrastructure Fund is distributed by ALPS Distributors, Inc. ALPS Distributors, Inc. is not affiliated with Centre Asset Management, LLC.

An investor should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. To obtain a prospectus containing this and other information, please call 1-855-298-4236 or download the prospectus. Read the prospectus carefully before you invest.

Economic value added (EVA) is an estimate of a company's economic profit. Economic profit, which refers to the profit earned by a company, minus the cost of financing the company's capital, is an amount that may be considered in the assessment of a company's overall value.

Qualified Dividends, as defined by the United States Internal Revenue Code, are ordinary dividends that meet specific criteria to be taxed at the lower long-term capital gains tax rate rather than at a higher tax rate for an individual's ordinary income.

MSCI World Index is a broad global equity benchmark that represents large and mid-cap equity performance across 23 developed markets countries.

MSCI World Infrastructure Index captures the global opportunity set of companies that are owners or operators of infrastructure assets. Constituents are selected from the equity universe of MSCI World, the parent index.

Standard deviation is a measure of the dispersion of a set of data from its mean. In finance, standard deviation is a statistical measurement; when applied to the annual rate of return of an investment, it sheds light on the historical volatility of that investment.

The real value is nominal value adjusted for inflation. The real value is obtained by removing the effect of price level changes from the nominal value of time-series data, so as to obtain a truer picture of economic trends.

CPI – Consumer Price Index

GDP – Gross Domestic Product

¹ Source: J.P. Morgan, U.S. Bureau of Economic Analysis, Eurostat

² Source: J.P. Morgan and Federal Reserve Bank

³ Source: Electric power Research Institute and Utility Drive website

⁴ Source: Bloomberg. Dividend yield of MSCI World Infrastructure is 4.06% versus 2.29% for MSCI World.

⁵ Source: Bloomberg. MSCI World Infrastructure has a 10 year annualized standard deviation of 13.28% versus 16.34% for MSCI World.



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