

# VIVALDI MULTI-STRATEGY FUND



OMOIX | OMOAX

Quarter End – September 30, 2017

## Fund Objective

The Vivaldi Multi-Strategy Fund (the “Fund”) seeks to achieve long-term capital appreciation by pursuing positive absolute returns across market cycles. In pursuing its objective, the Fund seeks to generate attractive long-term returns with low sensitivity to traditional equity and fixed-income indices.

## Overall Morningstar Rating™

Category **MultiAlternative**

Class A

Class I

Overall Morningstar Rating™ for Class A and I shares among 253 MultiAlternative funds as of 9/30/17. Morningstar Ratings are based on risk-adjusted returns. The Overall Morningstar Rating for the Fund is derived from a weighted average of the performance figures associated with its 3- and 5-year Morningstar Ratings.\*

## Investment Strategy

The Fund allocates its assets among a carefully chosen group of alternative investment strategies operated by portfolio managers with deep backgrounds in their respective disciplines. This mix of strategies seeks to generate an uncorrelated return stream, derived from fundamentally-driven approaches.

## Key Features

- ‘40-Act mutual fund: daily liquidity, transparency, accessibility
- Multi-strategy mandate that is highly diversified via strategies, sectors, capitalization and style
- Differentiated return profile with fundamental underpinnings and a low correlation to traditional equity or fixed income benchmarks

## Fund Facts

Inception Date April 30, 2012

Ticker Symbols CUSIP Nos.

A Share OMOAX 46141T687

I Share OMOIX 46141T679

## Minimum Investment

\$5,000 A Share (Reg & IRA Accts)

\$100,000 I Share

## Fund Performance

Avg. Annualized Returns* as of 9/30/17	QTD	YTD	1-Year	3-Year	5-Year	Since Inception (4/30/2012)
<b>Performance at NAV without sales charge</b>						
A share (OMOAX)	2.47%	1.39%	3.26%	4.30%	2.43%	2.88%
I share (OMOIX)	2.54%	1.63%	3.59%	4.64%	2.75%	3.20%
BoA Merrill Lynch 3-month Treasury Bill Index	0.26%	0.57%	0.66%	0.32%	0.22%	0.21%
<b>Performance at MOP includes maximum sales charge</b>						
A share (OMOAX)	-2.64%	-3.69%	-1.88%	2.53%	1.39%	1.91%

\* For periods greater than 1 year.

Expense Ratio as of 11/29/16: A share 3.50% net (3.79% gross); I share 3.20% net (3.49% gross).

Vivaldi Asset Management, LLC has contractually agreed to waive its fees and/or pay for operating expenses of the Fund to ensure that total annual fund operating expenses (excluding any taxes, leverage interest, brokerage commissions, dividend and interest expenses on short sales, acquired fund fees and expenses) do not exceed 2.25% and 1.95% of the avg. daily net assets of Class A and Class I shares of the Fund, respectively, until December 16, 2018.

Performance quoted represents past performance and does not guarantee future results. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. MOP (Maximum Offering Price) figures reflect maximum sales charge in class A shares of 5.00% NAV (Net Asset Value) returns do not include the effect of any applicable sales charges. Current performance may be lower or higher than that shown here. The performance history is net of all current fund fees and reflects the impact of the Contractual Waiver Agreement. If the Contractual Waiver Agreement were not in place, the Fund’s performance would be reduced. Performance data current to the most recent month-end is available at (877) 779-1999.

## Core Strategies

### Global Macro Crescat

Characterized by fundamental, top-down, thematic investing. Our Global Macro strategy trades across many regions, asset classes, and structures in an effort to express secular or cyclical views. The approach can require the use of a variety of liquid instruments including currencies, equities, bonds, commodities. The strategy attempts to capitalize on big-picture trends and imbalances while hedging risk. Global Macro may have 10-14 themes expressed in the portfolio at any given time.

### Relative Value (Equity) Vivaldi

Seeks to invest in mispriced corporate securities via rigorous fundamental analysis in an effort to provide risk-adjusted returns via long / short equity securities, with the occasional exposure to corporate credits. The process demands a substantial mispricing opportunity to warrant investment, therefore, executing upon a handful of great ideas rather than volumes of good ideas. The result is a concentrated portfolio with modest underlying sector or factor tilts targeting a low correlation to traditional equity markets.

### Relative Value (CEF Arbitrage) RiverNorth

Core expertise in identifying themes in the closed-end fund (“CEF”) universe that can cause constituents of that universe to trade at discounts or premiums to their underlying net-asset-value (“NAV”). The strategy combines fundamental analysis and a proprietary quantitative model to identify CEFs within a universe of roughly 1,000 issues, that are dislocated from their historical mean discount/premium. Fundamental analysis involves identifying probable catalysts for mean reversion, understanding each fund’s strategy/portfolio holdings, and speaking with CEF sponsors, underwriters and investors.

### Event Driven Vivaldi

Seeks to take advantage of the return opportunity presented by the natural deal spread that emerges after the announcement of a merger or acquisition. Our manager employs a research-driven process focusing on predominantly North American transactions with more well defined regulatory or financing risk. The primary objective is to look for the best risk-adjusted deals for the portfolio, focusing on strategic combinations of solidly performing targets by well-financed acquirers. This strategy is focused on running concentrated in the best ideas with a preference for shorter-dated transactions.

## Risk Analysis

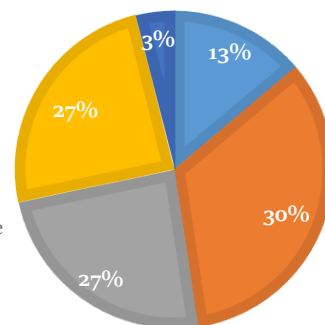
(11/1/14 - 9/30/2017)

	S&P 500 Index	Barclays Aggregate Bond Index
<b>BETA</b>		
OMOIX	0.05	-0.13
<b>CORRELATION</b>		
OMOIX	0.21	-0.15

## Strategy Allocation

(as of 9/30/2017)

- Global Macro
- Merger Arbitrage
- Relative Value: Equity
- Relative Value: CEF Arbitrage
- Cash & Options Overlay



**Mutual Fund Investing Involves Risk. Principal loss is possible. The fund can make short sales of securities, which involves the risk that losses in securities may exceed the original amount invested. The fund may use leverage which may exaggerate the effect of any increase or decrease in the value of portfolio securities or the Net Asset Value of the fund, and money borrowed will be subject to interest costs. Investments in smaller and medium companies involve greater risks such as limited liquidity and greater volatility. Investments in foreign securities involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for emerging markets. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investment by the fund in lower-rated and non-rated securities presents a greater risk of loss to principal and interest than higher rated securities. The fund may use certain types of investment derivatives such as futures, forwards, and swaps. Derivatives involve risks different from, and in certain cases, greater than the risks presented by more traditional investments. Diversification does not assure a profit or protect against a loss in a declining market. Investments in absolute return strategies are not intended to outperform stocks and bonds during strong market rallies. Investments in mortgage backed securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Multi-investment management styles may lead to higher transaction expenses compared to single investment management styles. Outcomes depend on the skill of the sub-advisers and adviser and the allocation of assets amongst them. The Fund may invest in Exchange Traded Funds (ETFs), which may trade at a discount to the aggregate value of the underlying securities and although expense ratios for ETFs are generally low, frequent trading of ETFs by the Fund can generate brokerage expense. For a complete description of risks please read the prospectus.**

\*The Morningstar Rating is for the share class specified only; ratings for other share classes will vary. Past performance is no guarantee of future results. For the period ended June 30, 2017, the Vivaldi Multi-Strategy Fund was rated against 253 and 154 MultiAlternative funds for the three- and five-year period. With respect to these MultiAlternative funds, the Fund I Share received a Morningstar Rating of 5 stars for the three-year period and a rating of 3 stars for the 5-year period, and the Fund A Share received a Morningstar Rating of 5 stars for the three-year period and a rating of 3 stars for the 5-year period.

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On December 16th, 2016 the Vivaldi Orinda Macro Opportunities Fund (the "Fund") reorganized into the Vivaldi Multi-Strategy Fund, a series of Investment Managers Series Trust II (the "Acquiring Fund"), which is designed to be substantially similar from an investment perspective to the current Fund. Effective December 19th, 2016 Vivaldi Asset Management, LLC ("Vivaldi") was appointed as the investment adviser and approved the appointment of RiverNorth Capital Management, LLC ("RiverNorth") as a sub- adviser to the Acquiring Fund. In addition, shareholders approved the Acquiring Fund's use of "manager of managers" exemptive relief, which it intends to seek from the U.S. Securities and Exchange Commission (the "SEC"), to allow Vivaldi and the Board of Trustees to replace sub-advisers to the Acquiring Fund in the future without the cost and time associated with a shareholder meeting. There is no guarantee that Vivaldi will obtain such relief from the SEC.

**The Fund's investment objectives, risks, charges, and expenses must be considered carefully before investing. The summary or statutory prospectus contains this and other important information about the investment company, and it may be obtained by calling 312.248.8300 or visiting [vivaldifunds.com](http://vivaldifunds.com). Read it carefully before investing. Vivaldi Asset Management LLC is the Advisor to the Vivaldi Multi-Strategy Fund which is distributed by IMST Distributors, LLC.**

**S&P 500 Index** - The S&P 500 Index includes a representative sample of 500 leading companies in leading industries of the U.S. economy.

**Barclays U.S. Aggregate Bond** - The index is market capitalization weighted and includes Treasury securities, Government agency bonds, Mortgage backed bonds and Corporate bonds. It excludes Municipal bonds and Treasury Inflation-Protected securities because of tax treatment.

**Beta** - represents the systematic risk of a portfolio and measures its sensitivity to a benchmark.

**Correlation** - represents the systematic risk of a portfolio and measures its sensitivity to a benchmark.



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