



HANCOCK HORIZON US SMALL CAP FUND

INSTITUTIONAL CLASS: HSCIX

INVESTOR CLASS: HSCAX

PORTFOLIO MANAGEMENT INSIGHTS

- The Hancock Horizon U.S. Small Cap Fund turned in flat performance during the second quarter of 2019, less than one quarter of 1%.
- Across the classes of large cap, mid cap, and small cap stocks, large outperformed mid-caps which outperformed small cap.
- The second quarter suffered from geopolitical pressures as well as the uncertainty of what direction the Federal Reserve would direct policy efforts; would policy remain more hawkish or more dovish, with the Fed indulging the markets (and the Administration) with interest rate cuts.
- Trade and tariffs were on investors' minds and the potential impact on global commerce, as well as the backdrop of what appears to be a global slowdown in growth.
- Equity securities rose and fell during the quarter as fears rose and then subsided.
- The fund ended the quarter over-weighted relative to the benchmark in Consumer Discretionary, Industrials, Information Technology, and Communication Services. The following sectors were under-weighted Financials, Health Care, Real Estate, and Utilities.

TOP 3 CONTRIBUTORS

% at Quarter End

STOCK	
World Acceptance Corporation	1.62
Generac Holdings Inc.	1.31
Hamilton Lane Incorporated Class A	1.32

TOP 3 DETRACTORS

% at Quarter End

STOCK	
Mallinckrodt Plc	0.66
Care.com, Inc.	0.78
Mammoth Energy Services, Inc.	0.57

PERFORMANCE

Average Annual Total Returns

	Last Quarter	Year-to-date	1 Year	3 Year	5 Year	Since Inception*
Institutional Class	-0.20%	11.45%	-13.51%	1.07%	1.24%	1.71%
Investor Class	-0.20%	11.38%	-13.65%	0.85%	1.01%	1.47%
Russell 2000 Index	2.10%	16.98%	-3.31%	12.30%	7.06%	7.01%

*Inception date is 12/31/13. The performance data quoted represents past performance. Past performance does not guarantee future results. 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 their original cost, and current performance may be higher or lower than the performance quoted. For performance data current to the most recent month end, please visit www.hancockhorizonfunds.com. Fund returns include change in share value and reinvestment of distributions, unless otherwise indicated. Expense ratio is 1.14% for Institutional Share and 1.39% for Investor Shares. The material represents the manager's assessment of the market environment at the time of this writing and should not be relied upon by the reader as research or investment advice regarding any security, nor is it intended to be a forecast of future events or a guarantee of future results. In the absence of current fee waivers, total return would be reduced.

NOT INSURED

NOT GUARANTEED

MAY LOSE VALUE

HANCOCK HORIZON US SMALL CAP FUND

FUNDAMENTALS

	FUND	Russell 2000
P/E Ratio	15.09	19.30
P/B Ratio	2.06	2.27
Avg. Mkt. Cap millions	\$1,803.36	\$1,238.09
Weighted Avg. Cap*	\$2,022.98	\$2,571.45
Up Capture Ratio^	83.75	-
Down Capture Ratio^	107.50	-

^Since Inception
*In Millions

FUND MANAGERS



Greg Hodlewsky, CFA
7 years with firm
30+ years in industry



David Lundgren, CFA
21 years with firm
26 years in industry

QUARTERLY ATTRIBUTION ANALYSIS

	Allocation Effect	Selection Effect	Active Return
Communication Services	-0.26	-0.80	-1.06
Consumer Discretionary	-0.18	0.16	-0.03
Consumer Staples	0.02	0.14	0.16
Energy	-0.11	-0.61	-0.72
Financials	-0.12	0.29	0.16
Health Care	0.23	-0.51	-0.28
Industrials	0.50	-0.58	-0.08
Information Technology	-0.05	0.08	0.04
Materials	-0.00	0.19	0.19
Real Estate	0.08	-0.24	-0.16
Utilities	-0.11	-0.00	-0.12
Attribution Total	-0.01	-1.89	-1.91

ABOUT THE HANCOCK HORIZON FUNDS

Hancock Horizon Funds, founded in 2000, manage 10 mutual funds in equity, state specific tax-free, and liquid alternative funds.

To determine if the Fund is appropriate for you, carefully consider the Fund’s investment objectives, risks and charges and expenses. This and other information including additional share classes offered can be found in the Fund’s full or summary prospectus which can be viewed by visiting www.hancockhorizonfunds.com. Read it carefully before you invest or send money.

Mutual fund investing involves risk, including possible loss of principal. Investments in smaller companies typically have higher volatility. Current and future holdings are subject to risk. Holdings are subject to change. REIT investments are subject to changes in economic conditions, credit risk, and interest rate fluctuations. Narrowly focused investment typically exhibit higher volatility.

The Russell 2000 Index is a capitalization weighted index which is comprised of 2000 of the smallest stocks (on the basis of capitalization) in the Russell 3000 Index. Representing approximately 10% of the Russell 3000 total market cap, this is a small cap index. Index returns do not reflect any management fees, transaction costs, or expenses. It is not possible to invest in an index.

The price to earnings ratio (PE Ratio) is the measure of the share price relative to the annual net income earned by the firm per share. The price-to-book ratio, or P/B ratio, is a financial ratio used to compare a company’s current market price to its book value. Up Capture Ratio is a statistical measure used to evaluate how well or poorly a manager performs relative to an index during periods when the index has risen. Down Capture is used to evaluate relative performance during periods when the index has dropped. Allocation effect refers to sector allocation decisions and selection effect refers to stock selection decisions. Active return is the percentage gain or loss of an investment relative to the investment’s benchmark.

Horizon Advisers serves as investment advisor for the Hancock Horizon Family of Funds. The Hancock Horizon Family of Funds is distributed by SEI Investments Distribution Co., which is not affiliated with Hancock Whitney Corporation or any of its affiliates.