EVDIX

CAMELOT EVENT-DRIVEN FUND

DRIVER'S MANUAL

MERGERS. TAKEOVERS. BUYOUTS.
SPIN-OFFS. CAPITAL ALLOCATION OPTIMIZATION.
BOARD SHAKE-UPS. STRATEGIC REDIRECTIONS.
ACQUISITIONS. MANAGEMENT CHANGES.
CORPORATE REORGANIZATIONS. BANKRUPTCIES.
LITIGATION OUTCOMES. BIDDING WARS.
SHARE CLASS ARBITRAGE. DEBT RESTRUCTURING.
MERGER ARBITRAGE. SHAREHOLDER ACTIVISM.
LIQUIDATIONS. SPECIAL SITUATIONS.
SUM-OF-THE-PARTS ARBITRAGE. PROXY FIGHTS.

WE ARE EVENT-DRIVEN.

DUTCH TENDER OFFERS. DISTRESSED SECURITIES.
HOLDING COMPANY ARBITRAGE. BREAKUPS.
GOVERNANCE IMPROVEMENTS. HOSTILE TAKEOVERS.

EVDIX

EVENTS HAPPEN EVERY DAY.

Small corporate events affect a company's stock price in small ways, while larger events have the potential to alter the entire financial landscape of an investment. These events often create noteworthy opportunities for investors.

***This* is event-driven investing.**

Successfully navigating this vast roadmap of opportunities requires a versatile vehicle. Almost every self-proclaimed event-driven fund employs a single-strategy approach – they only have one gear with which to traverse ever-changing road conditions. What happens when first gear isn't enough?

SHIFT TO EVDIX.

★★★★★

EVENT-DRIVEN CATEGORY
BASED ON RISK-ADJUSTED RETURNS (42 FUNDS)

★★★★★ **10-YEAR (32 FUNDS)**

★★★★★ **5-YEAR (41 FUNDS)**

★★★★ **3-YEAR (42 FUNDS)**

Data as of 9/30/25. The Morningstar Rating for funds, or "star rating", is calculated for investment funds with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The Morningstar Rating does not include any adjustment for sales loads. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating metrics.

TAKE A LOOK UNDER THE HOOD
AND EXPLORE THESE FOUR STRATEGIES

(VROOM)

CAMELOT EVENT-DRIVEN FUND

A MULTI-STRATEGY INVESTMENT APPROACH

- ACTIVIST SITUATIONS
- ARBITRAGE
- SPECIAL SITUATIONS
- DISTRESSED OPPORTUNITIES

For over two decades, EVDIX has leveraged opportunities created by activist investors. Activist investors seek to create change within an underperforming, publicly-traded company in order to generate share price appreciation.

HOW IT WORKS

Activist investors target companies that have underperformed in recent times. When an activist investor obtains a substantial stake in the company's equity, the market recognizes this as a signal that critical changes may be imminent. Once this news spreads, the company's share price can rise in anticipation of a turnaround – due to the fact that activist investors often push for changes that they believe will create added value for the company's shareholders:

- **OPERATIONAL/STRATEGIC REDIRECTION**
- **DIVESTITURE/SPIN-OFF**
- **CORPORATE GOVERNANCE SHAKE-UP**
- **CAPITAL ALLOCATION OPTIMIZATION**

WHY IT'S DIFFERENT

One of the most appealing aspects of investing alongside activist investors is the potential for a return stream that tends to have lower correlation to the broad market. The returns in such a strategy can often be more closely tied to the strategic changes facilitated by the activist than they are to broader market trends. Therefore, this strategy may offer a differentiated form of diversification within an investment portfolio.

Identifies and invests in undervalued equity.

Passively monitors investment.

Waits for the stock price to increase.

Watches for market correction of security price.

Hopes management team rights the ship.

TRADITIONAL
VALUE INVESTOR

Targets undervalued equity.

Acquires significant stake in targeted company.

Develops proactive strategy for share price appreciation.

Works from within to implement new strategy.

Seeks to unlock value through hands-on change.

ACTIVIST
INVESTOR

WHERE IT'S GOING

Activist investing has been on the rise since 2017* – with numerous, high-profile cases grabbing headlines. As this investment strategy gains mainstream attraction, financial advisors can use it to pursue strong, financial returns.

160 ACTIVISTS
LAUNCHED CAMPAIGNS IN 2024

RECORD NUMBER

45 FIRST-TIME ACTIVISTS
LAUNCHED CAMPAIGNS IN 2024

119 BOARD SEATS
SECURED BY ACTIVISTS IN 2024

243 ACTIVIST CAMPAIGNS
LAUNCHED IN 2024

*SOURCE: CORPGOV.LAW.HARVARD.EDU

WHAT'S NEXT

With over 2,000 activist investors at work in the market, it's a tall order to determine which ones are likely to be successful and which ones run the greatest risk of failure. Having been analyzing, evaluating, and successfully investing in events for over 20 years – and drawing upon a deep acumen and vast experience in the event-driven space – the portfolio managers of the Camelot Event-Driven Fund (EVDIX • EVDAX) deftly navigate these crowded waters on the daily.

TO STAY UP-TO-DATE ON THE LATEST ACTIVIST HAPPENINGS, VISIT:

EVENT-DRIVEN.blog

CAMELOT EVENT-DRIVEN FUND

A MULTI-STRATEGY INVESTMENT APPROACH

- ACTIVIST SITUATIONS
- **ARBITRAGE**
- SPECIAL SITUATIONS
- DISTRESSED OPPORTUNITIES

EVDIX has leveraged opportunities in merger arbitrage for more than 20 years. Merger arbitrage seeks to capture the price difference between the expected compensation in a merger and the trading price of a security.

HOW IT WORKS

When a merger is announced, companies continue to trade at a discount to the expected merger consideration – due to the risk of noncompletion. Merger arbitrage seeks to capture these discounts. Other opportunities may arise from bidding wars, mispricings related to technical trading effects around mergers, or realization of additional upside through legal action. Some of the opportunities within this strategy include:

- CORPORATE MERGERS
- ACQUISITIONS
- CORPORATE REORGANIZATIONS
- COMPANY TAKEOVERS

WHY IT'S DIFFERENT

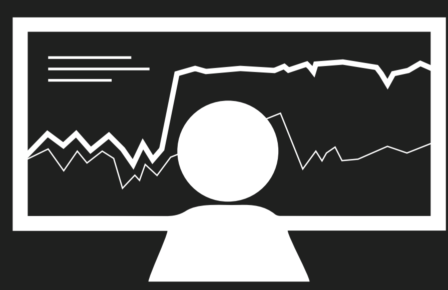
The strategy captures deal risk as opposed to market risk. Price movement is subjected to the outcome of the event. The completion of a merger depends on long-term strategic considerations that rarely change with fluctuations in equity markets or interest rates. Thus, the effects of market volatility on security price are all but eliminated.

TRADITIONAL
VALUE INVESTOR

Identifies and invests in undervalued equity.
Monitors investment.
Waits for the stock price to increase.
Watches for market volatility's effect on security price.
Seeks to beat market returns.

MERGER
ARBITRAGEUR

Targets company undergoing transitional event.
Identifies and evaluates deal risks.
Establishes positions in target company and/or acquirer.
Actively monitors deal activity.
Seeks steady returns from the realization of deal risk.



WHERE IT'S GOING

The number of mergers has risen in the last decade.* More mergers mean more opportunities for arbitrageurs. With interest rates higher than a few years ago, spreads are expected to generate higher annualized returns due to their correlation with these higher rates.

$2T+ TOTAL VALUE OF NORTH AMERICAN MERGERS & ACQUISITIONS IN 2024

17,500 NUMBER OF NORTH AMERICAN M&A TRANSACTIONS IN 2024

*SOURCE: OKEEFELLC.COM

WHAT'S NEXT

With so much M&A activity each year, it's a tall order to determine which ones are likely to be successful and which ones run the greatest risk of failure. Having been analyzing, evaluating, and successfully investing in events for over 20 years – drawing upon their acumen and experience in the event-driven space – the portfolio managers of the Camelot Event-Driven Fund (EVDIX • EVDAX) deftly navigate these crowded waters on the daily.

CAMELOT EVENT-DRIVEN FUND

A MULTI-STRATEGY INVESTMENT APPROACH

For more than 20 years, EVDIX has leveraged event-driven opportunities outside of traditional arbitrage, activism, and distressed investments. These special situations are other events that unlock value through a change in corporate structure.

ACTIVIST SITUATIONS

ARBITRAGE

SPECIAL SITUATIONS

DISTRESSED OPPORTUNITIES

HOW IT WORKS

Special situations can take many forms. Value can be unlocked by leveraging the difference between the trading prices of a conglomerate and the sum of its components. The catalyst for this might be the breakup of this conglomerate or a trading strategy involving publicly-traded constituents. In other situations, value can be derived from discrepancies of securities with the same underlying economics. Some of the many opportunities within this strategy include:

- SPIN-OFFS & BREAKUPS
- DUTCH TENDER OFFERS
- SHARE CLASS ARBITRAGE
- SUM-OF-THE-PARTS ARBITRAGE

WHY IT'S DIFFERENT

Typically a hedge fund strategy, special situations focuses on companies that have an element of mispricing – often triggered by breaking news stories or corporate announcements. Investors seek to capture value from companies or securities that have been compromised by external factors. These factors can lead to certain financial transactions that may generate additional value for shareholders.

TRADITIONAL VALUE INVESTOR

Identifies and invests in undervalued security.
Monitors investment.
Waits for the price to increase.
Watches for market's effect on security price.
Seeks to beat market returns by assuming market risk.

SPECIAL SITUATION INVESTOR

Targets mispriced securities undergoing an event.
Identifies and evaluates event risks.
Purchases securities of company undergoing change.
Actively monitors event activity.
Seeks to capture valuation discrepancies.

WHERE IT'S GOING

In a world of globalized financial markets, investors and company boards are contiuously looking to capture and eliminate mispricings. Event investors are constantly on the hunt, because market cycles and different macro environments create unique circumstances for companies and their underlying securities.

$54B

TOTAL VALUE OF 237 SPIN-OFFS IN 2024

SOURCE: READTHEJOE.COM

WHAT'S NEXT

Special situations can arise in any industry, at any point in an economic cycle. Knowing how to read the signs is critical. Determining which opportunities are likely to be successful – and which ones run the greatest risk of failure – can be a tall order for the average investor. Having been analyzing, evaluating, and successfully investing in events for over 20 years – and drawing upon a deep acumen and vast experience in the event-driven space – the portfolio managers of the Camelot Event-Driven Fund (EVDIX • EVDAX) deftly navigate these waters on the daily.

EVDIX QUARTERLY CALL

FOR FUND UPDATES AND MARKET OUTLOOKS, JOIN THE TEAM QUARTERLY:

REGISTER TODAY – bit.ly/EVDIXcall

CAMELOT EVENT-DRIVEN FUND

A MULTI-STRATEGY INVESTMENT APPROACH

ACTIVIST SITUATIONS

ARBITRAGE

SPECIAL SITUATIONS

DISTRESSED OPPORTUNITIES

When companies or countries need to restructure their debt obligations, investors can profit by buying that debt at significant discounts. EVDIX has successfully leveraged distressed opportunities for over 20 years.

HOW IT WORKS

When a company experiences financial distress, it is often forced to restructure its debt. This can create mispricing when forced sellers must liquidate bonds at prices that are believed to be below the anticipated recovery in this debt restructuring. Some of the opportunities within this strategy include:

- BANKRUPTCIES
- DEBT OVERLOAD
- CASH FLOW SHORTFALLS
- UNSTABLE CAPITAL STRUCTURE

WHY IT'S DIFFERENT

The strategy focuses on a capital investment in the debt of an organization, a government, or an entity. The seasoned distressed investor focuses on good companies with bad balance sheets. The potential profit lies in capturing mispricing from the debt restructuring process and is not directly dependent on the direction of financial markets.

Identifies and invests in undervalued equity.

Monitors investment.

Waits for the stock price to increase.

Watches for market volatility's effect on security price.

Seeks to beat market returns.

TRADITIONAL VALUE INVESTOR

Targets proven entity currently in distress.

Identifies and evaluates recovery risk vs potential profit.

Purchases portion of debt at discounted rate.

Actively monitors direct effect of investment.

Seeks to profit from entity recovery or liquidation.

DISTRESSED INVESTOR

WHERE IT'S GOING

During the era of ultra-low interest rates, companies found it easy to refinance debts. Now that interest rates are substantially higher, a sharp increase in restructurings from companies, mortgages, and sovereign borrowers is anticipated. Although bankruptcy rates are still low by historical comparisons, they are expected to increase – giving rise to additional distressed opportunities.

$33B

SOURCE: PREQIN.COM

RAISED FOR DISTRESSED DEBT IN 2024

WHAT'S NEXT

Harvard Business School calls distressed debt investing "a delicate and very sophisticated strategy game."[1] Determining which opportunities are likely to be successful – and which ones run the greatest risk of failure – can be a tall order for the average investor. Having been analyzing, evaluating, and successfully investing in events for over 20 years – and drawing upon a deep acumen and vast experience in the event-driven space – the portfolio managers of the Camelot Event-Driven Fund (EVDIX • EVDAX) deftly navigate these waters on the daily.

[1] https://online.hbs.edu/blog/post/distressed-debt-investing

MEET EVDIX

RISK CONSIDERATIONS Any reader of the attached description should not interpret the attached as investment advice. All investments bear a risk of loss, including the loss of principal that the investor should be prepared to bear. The use of any chart or graph in the attached is not intended to be viewed as a singular aid in determining investment strategy. Such visual aids are instead intended as a complement to other data, and like such other data, should be considered in light of consultations with professional investment tax and legal advisors. Past performance may not be indicative of future results. No current or prospective client should assume that the future performance of any specific investment, investment strategy (including investments and/or investment strategies recommended by the adviser), or fund performance will be equal to past performance levels. Different types of investments involve varying degrees of risk, and there can be no assurance that any specific investment will either be suitable or profitable for a client's investment portfolio.

Mutual fund investing involves risk. Such risks associated with the Camelot Event-Driven Fund include but is not limited to Merger Arbitrage Risk, Capital Structure Arbitrage Risk, Distressed Securities Risk, Debt Instruments Risk, Interest Rate Risk, Structured Note Investment Risk, Proxy Fight Risk, Short Selling Risk, Management Risk, Foreign Securities Risk, Derivative Investments Risks (Including Futures, Options, and Swaps), Counter Party Risk, Special Situations Risk, Initial Public Offering ("IPO") Risk, Liquidity Risk, Limited History of Operations Risk, and Portfolio Turnover. Distressed Securities Risk: investment in distressed securities may be considered speculative and may present substantial risk of loss. Below investment-grade securities involve greater risks of default or downgrade and are more volatile than investment-grade securities. Additionally, below investment-grade securities involve greater risk of price declines than investment-grade securities due to actual or perceived changes in the issuer's creditworthiness. Such securities are subject to the risk that the issuer may not be able to pay interest or dividends and ultimately to repay principal upon maturity. Discontinuation of these payments could adversely affect the market value of the securities. The Camelot Event-Driven Fund is Distributed by Arbor Court Capital, LLC member FINRA/SIPC.
Diversification does not assure a profit or protect against loss in a declining market.

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund. This and other important information can be found in the prospectus. The prospectus, which can be obtained by calling 800-869-1679, should be read carefully before investing.

READY TO RIDE SHOTGUN?

CAMELOTEVENTDRIVENFUND.COM

POWERED BY CEDA