

361 Global Long/Short Equity Fund

During the quarter, global developed equity markets added three more months of positive returns to the current streak, bringing the number of months without a decline to eleven, and ending the quarter with a return of 4.84%, as measured by the MSCI World Index. In local currency terms, U.S. stocks outperformed their overseas peers, but given the weakness in the dollar, U.S. based investors benefited more from their international investments—EAFE was up 5.40% in dollar terms, while the Russell 3000 Index gained 4.57%.

Regardless, it was a good quarter for taking risk, as every major equity index was solidly in positive territory, as were high yield bonds, emerging markets debt, and commodities, to name a few.

The 361 Global Long/Short Equity Fund ended the quarter with a gain of 4.74%, which compared favorably to the category average of 2.55%, and trailed the MSCI World Index by a mere 10 basis points. Because the Fund has an average exposure of about 70%, and equities performed quite well, the 30% cash position was a drag on performance, costing approximately 1.42% of relative performance.

From a beta perspective, the largest impact came from being short stocks within the highest predicted beta quintile, which greatly outperformed the index, resulting in 67 basis points of underperformance. With regard to the alpha models, the relative weightings across the five quintiles were highly additive. Specifically, a large overweight to the highest predicted alpha stocks, which were in fact the best performers—adding 89 basis points of relative return, and the short position in the lowest predicted alpha stocks was responsible for another 0.74%, as those stocks were the worst performers. While everything worked from an alpha model weighting perspective, stock selection within the alpha quintiles was only modestly positive.

Looking at attribution from a country perspective, a short position in Italian stocks had the largest impact, costing the Fund 21 basis points. Lastly, from a sector perspective, Energy shorts and an overweight to Health Care hurt the Fund, while an overweight to Technology and an underweight to Consumer Staples were beneficial.

Fund Performance

Total Returns (%)	3Q17	YTD	1 Year	3 Year	Since Inception 1/6/2014
361 Global Long/Short Equity Fund I	4.74%	12.38%	11.72%	8.86%	8.74%
MSCI World Index	4.84%	16.01%	18.17%	7.69%	7.57%
Morningstar Long/Short Category	2.55%	6.97%	8.68%	2.64%	-

Annual Expense Ratio: Net 2.27% / Gross 2.22%. Returns shown over one year are annualized. Returns include the reinvestment of dividends and income. Includes dividend and interest expense on short sales, acquired fund fees and expenses. When excluded, the net with limitation expense ratio is: 1.69%†

† Reflects contractual agreement to waive and/or pay for certain fees and expenses until 2/28/2018. See reverse for more information.

Past returns shown do not guarantee future results. Current performance may be lower or higher. Call 888-736-1227 for the latest month-end returns. Return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. Other share class performance may vary.

You should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. For a prospectus, or summary prospectus, that contains this and other information about the Funds, call 1-888-736-1227 or visit our website at www.361capital.com. Please read the prospectus or summary prospectus carefully before investing.

Investing involves risk, including possible loss of principal. The potential loss from a short sale is theoretically unlimited since the appreciation of the underlying asset also is theoretically unlimited. Foreign investment entails additional risk from adverse changes in currency exchange rates, tax regulation, and potential market instability. Frequent trading by the Fund may reduce returns and increase the number of taxable transactions. Concentration of its portfolio in relatively few issuers may make the Fund more volatile than a diversified fund.

The Analytic Global Long/Short Equity Fund, L.P. ("Predecessor Account") was a limited partnership that commenced operations on 1/6/2014 and reorganized into the Fund on 12/12/2014. The Fund's objectives, policies, guidelines and restrictions are, in all material respects, equivalent to those of the Predecessor Account. Performance shown prior to 12/12/2014 is that of the Predecessor Account and has not been adjusted to reflect the expenses of the Fund's Class I shares, which are lower than the expenses of the Predecessor Account. If the Class I expenses were reflected, the Predecessor Account returns would be higher than those shown. However, the Predecessor Account was not registered under the Investment Company Act of 1940 and therefore was not subject to certain restrictions on regulated investment companies. If the Predecessor Account had been registered its performance may have been lower.

[†] Furthermore, the Adviser has contractually agreed to maintain the total annual fund operating expenses at stated levels, exclusive of certain expenses such as acquired fund expenses and dividend and interest expenses on short sales until 2/28/2018. See Prospectus for additional details.

The **MSCI World Index** is a free float adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. The index includes reinvestments of dividends, net of foreign withholding taxes. **Morningstar Long/Short Equity Category** is defined as long-short portfolios that hold sizable stakes in both long and short positions in equities and related derivatives. At least 75% of the assets are in equity securities or derivatives. It is not possible to invest directly in an index.

The **MSCI EAFE Index** is a free-float adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. The **Russell 3000 Index** is a market capitalization weighted equity index maintained by the Russell Investment Group that seeks to be a benchmark of the entire U.S. stock market.

Beta measures a fund's sensitivity to market movements. The beta of a market is 1.00 by definition. **Alpha** measures the difference between a fund's actual and expected returns, based on beta, and is generally used as a measure of a manager's added value over a passive strategy.

This material is prepared by 361 Capital, LLC and represents the views of the 361 Capital Investment Team. The material is for informational purposes only and should not be regarded as a recommendation or an offer to buy or sell any product or service to which this information may relate. Certain products and services may not be available to all entities or persons.

The 361 Funds are distributed by IMST Distributors, LLC.