Why Hotchkis & Wiley Small Cap

December 2011

Hotchkis & Wiley

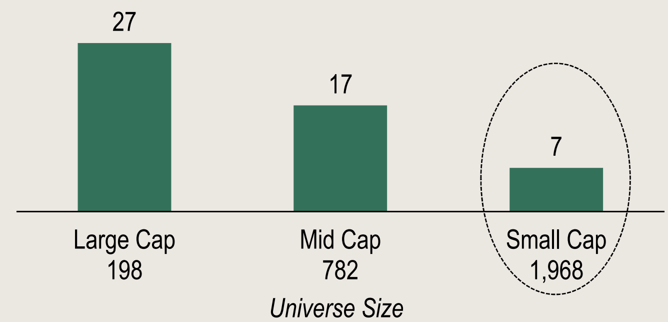
Research Advantage

H&W research is organized by industry rather than market cap, allowing for more resources per dollar of assets managed.

26	**Investment Professionals**
2	Portfolio Coordinators
18	Research Analysts
6	Research Associates

This large team translates into superior coverage of a broad, inefficient asset class.

Wall Street Analysts Per Stock



Source: Bloomberg

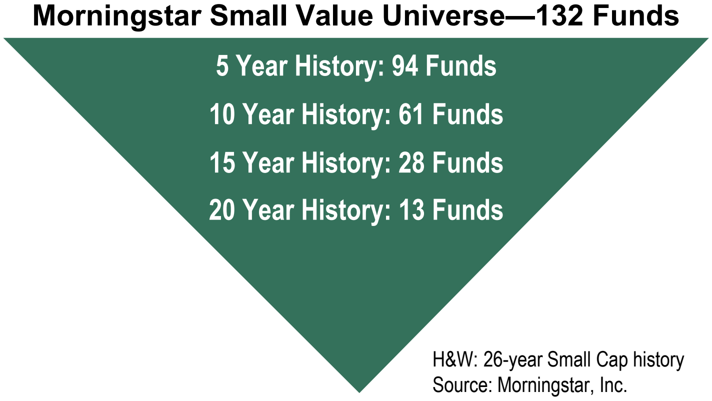
Experience

With an inception date going back to 1985, we have one of the longest small cap value track records in the market. Our research team averages 17 years of industry experience and 10 years with the firm. Our small cap value portfolio managers average 23 years experience and 16 years with the firm.

Morningstar Small Cap Value Universe as of December 31, 2011

- 6th longest Small Cap Value Fund track record
- 5th longest Average Manager Tenure

Morningstar Small Value Universe—132 Funds



H&W: 26-year Small Cap history
Source: Morningstar, Inc.

Portfolio Management

David Green, CFA
Portfolio Manager and Principal

David joined H&W in 1997. He plays an integral part in the investment research and decision-making process. He coordinates the day-to-day management of the Small Cap Value strategy along with Jim Miles. Prior to joining H&W, David worked as a senior equity analyst with Goldman Sachs and an equity analyst with Prudential. He received a BA in Economics (with honors) from Berkeley.

James Miles
Portfolio Manager and Principal

Jim joined H&W in 1995. He plays an integral part in the investment research and decision-making process. He coordinates the day-to-day management of the Small Cap Value strategy along with David Green. Prior to joining H&W, Jim was a vice president in corporate finance at BT Securities specializing in financing for highly leveraged companies. He received a BS in Mechanical Engineering and MS in Engineering from Stanford and an MBA from UCLA.

Investing in smaller and/or newer companies involves greater risks not associated with investing in large company stocks, such as business risk, significant stock price fluctuations and illiquidity. The Fund may invest in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods.

You should consider the Fund's investment objectives, risks, and charges and expenses carefully before you invest. This and other important information is contained in the Fund's summary prospectus and prospectus, which can be obtained by calling 1-800-796-5606 or visiting our website at www.hwcm.com. Read carefully before you invest.

Consistent Approach

We have an unwavering commitment to bottom-up, fundamental value investing. We seek to exploit market inefficiencies created by excessive investor reactions through diligent research. We do not deviate from this approach.

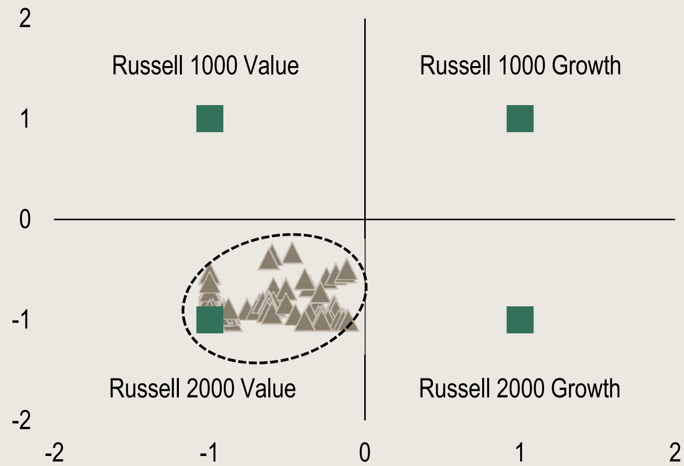
Portfolio Characteristics as of 12/31/11

	H&W	R2000	R2000V
Price/Normal Earnings	**6.6x**	14.9x	11.9x
Projected P/E (FY2)	**9.8x**	13.1x	12.0x
Price/Book	**1.0x**	1.6x	1.2x
Wtd Avg Market Cap (mm)	**$1,512**	$1,232	$1,074

The portfolio will consistently exhibit value characteristics.

Strategy Assets at 12/31/11	$881 million
Number of Stocks	50 – 100
Market Capitalization (at Purchase)	$100 million – $3 billion
Maximum Position Size	5% of market value
Maximum Industry Weight	15% of market value

Returns-Based Style Analysis
Rolling 3-Year Returns
January 1997 – December 2011



Source: Wilshire Associates. Chart plots the regression of the Small Cap Value Fund-Class I, net of fee monthly returns to the four Russell indices indicated.

HWSIX's average annual total returns were -11.38%, -0.95% and 8.40% for the one-, five- and ten-year periods ended December 31, 2011, respectively. The Russell 2000 Value Index's average annual total returns were -5.50%, -1.87% and 6.40% for the one-, five- and ten-year periods ended December 31, 2011, respectively. The minimum investment for Class I shares is $1 million. Net expense ratio: 1.08%. 30-Day SEC Yield with Expense Waiver (Class I): 0.30%. 30-Day SEC Yield w/o Expense Waiver (Class I): 0.30%. Periods over one year are average annual total return. Average annual total returns include reinvestment of dividends and capital gains.

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. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-796-5606 or visiting www.hwcm.com.

Definitions—Information presented is based on proprietary or third-party estimates, which are subject to change and cannot be guaranteed.
P/E Normal ratio is the current market price per share divided by estimates of normalized earnings per share. **P/E FY2 ratio** is the projected P/E ratios of the companies invested in the portfolio, which ratios represent current market price per share divided by a company's estimated future earnings-per-share. Projected earnings are consensus analyst forecasts; actual P/E ratios may differ from projected P/E ratios. The projected P/E ratios of the portfolio and indices may not have any relation to the performance of the portfolio. **P/B ratio** is the price of a stock divided by its book value. **Market capitalization** of a company is calculated by multiplying the number of outstanding shares by the current market price of a share. The Russell 2000® Index, an unmanaged index, is comprised of the 2,000 smallest companies in the Russell 3000 Index. The Russell 2000 Value Index measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Growth Index measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 1000 Value Index measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The Russell 1000 Growth Index measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values. The indexes do not reflect the payment of transaction costs, fees and expenses associated with an investment in the Fund. The Fund's value disciplines may prevent or restrict investment in major stocks in the benchmark indices. It is not possible to invest directly in an index. The Fund's returns may not correlate with the returns of their benchmark indexes.

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