



AVE MARIA VALUE FUND

Q3 2020 COMMENTARY

The Ave Maria Value Fund (AVEMX) had a total return of 6.68% for the three months ended September 30, 2020, compared to 4.77% for the S&P MidCap 400[®] Index. The returns for the Fund compared to its benchmark as of September 30, 2020:

	Year to Date	1 Yr.	3 Yrs.^	5 Yrs.^	10 Yrs.^	Since Inception^*	Prospectus Expense Ratio
Ave Maria Value Fund	-11.53%	-9.04%	1.31%	5.07%	6.02%	5.81%	1.14%
S&P MidCap 400 [®] Index	-8.62%	-2.16%	2.90%	8.11%	10.49%	8.39%	

^ Annualized * Since Inception date is 5-1-2001

Performance data quoted represents past performance, which is no guarantee of future results. Investment return and principal value are historical and may fluctuate so that redemption value may be worth more or less than the original cost. Current performance may be lower or higher than what is quoted. Performance data reflects certain fee waivers and reimbursements. Without such waivers, performance would have been lower. Call 1-866-AVE-MARIA or visit www.avemariafunds.com for the most current month-end performance.

The Fund's year to date underperformance compared to the S&P MidCap 400[®] Index was due primarily to these factors: 1) poorly performing energy-related holdings in the Fund, 2) weakness in small-cap stocks, and 3) underperformance of value stocks compared to growth stocks.

The Fund's primary contributors to YTD performance are as follows:

<u>Company</u>	<u>Industry Sector</u>	<u>YTD Performance</u>
Remy Cointreau UNSP ADR	Beverages	+83%
Rosetta Stone, Inc.	Software	+67%
Change Healthcare, Inc.	Health Information Services	+43%
Watsco, Inc.	Industrial Distribution	+33%
Otis Worldwide Corporation	Specialty Industrial Machinery	+31%

The Fund's primary detractors from YTD performance are as follows:

<u>Company</u>	<u>Industry Sector</u>	<u>YTD Performance</u>
First Horizon National Corp.	Regional Banks	-60%
Noble Energy, Inc.	Oil & Gas Exploration	-55%
Axalta Coating Systems Ltd.	Specialty Chemicals	-51%
Brookfield Property REIT, Inc.	Real Estate Services	-47%
Texas Pacific Land Trust	Royalties and Real Estate	-41%

During the quarter, the Fund established new positions in four companies that were trading at prices below our estimate of intrinsic value: Barrick Gold Corp. (metals & mining), Franco Nevada Corp. (royalties), Newmont Goldcorp Corporation (metals & mining) and Schlumberger Limited (oil & gas equipment & services). Also, during the third quarter the Fund liquidated a small position in Discover Financial Services, as the share price reached our estimate of intrinsic value.

Thank you for being a shareholder in the Ave Maria Value Fund.



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IMPORTANT INFORMATION FOR INVESTORS

As of 9-30-20, the holding percentages of the stocks mentioned in this commentary are as follows; Remy Cointreau UNSP ADR (2.2%), Rosetta Stone, Inc. (1.4%), Change Healthcare, Inc. (2.0%), Watsco, Inc. (3.3%), Otis Worldwide Corporation (2.0%), First Horizon National Corp. (0.5%), Noble Energy, Inc. (2.4%), Axalta Coating Systems Ltd. (1.0%), Brookfield Property REIT, Inc. (0.3%), Texas Pacific Land Trust (5.4%), Barrick Gold Corp. (1.0%), Franco Nevada Corp. (1.0%), Newmont Goldcorp Corporation (0.9%) and Schlumberger Limited (0.5%). Fund holdings are subject to change and should not be considered purchase recommendations. There is no assurance that the securities mentioned remain in the Fund's portfolio or that securities sold have not been repurchased. The Fund's top ten holdings as of 9-30-20: Texas Pacific Land Trust (5.4%), Graham Holdings Co. Class B (4.7%), Zimmer Biomet Holdings, Inc. (4.1%), Pioneer Natural Resources Co. (3.6%), Alcon, Inc. (3.6%), Alleghany Corporation (3.5%), AMERCO (3.3%), Watsco, Inc. (3.3%), KKR & Co., Inc. (3.2%) and Frontdoor, Inc. (3.1%). The most current available data regarding portfolio holdings can be found on our website, www.avemariafunds.com. Current and future portfolio holdings are subject to risk.

The Adviser invests only in securities that meet the Fund's investment and religious requirements. The returns may be lower or higher than if decisions were based solely on investment considerations. The method of security selection may or may not be successful and the Fund may underperform or outperform the stock market as a whole. All mutual funds are subject to market risk, including possible loss of principal. The Fund's investments in small- and mid-capitalization companies could experience greater volatility than investments in large-capitalization companies. The investment performance assumes reinvestment of dividends and capital gains distributions. Performance data reflects certain fee waivers and reimbursements. Without such waivers, performance would have been lower. The S&P 400[®] Midcap Index is an unmanaged index created by Standard & Poor's made up of 400 midcap companies. The index is the most widely used index for mid-sized companies. The S&P 500[®] Value Index is a market capitalization weighted index developed by Standard & Poor's consisting of those stocks within the S&P 500[®] Index that exhibit strong value characteristics. The S&P 500[®] Growth Index is a market-capitalization-weighted index developed by Standard & Poor's consisting of those stocks within the S&P 500[®] Index that exhibit strong growth characteristics. Indexes do not incur fees and it is not possible to invest directly in an index.

Request a prospectus, which includes investment objectives, risks, fees, expenses and other information that you should read and consider carefully before investing. The prospectus can be obtained by calling 1-866-283-6274 or online at www.avemariafunds.com. Distributed by Ultimus Fund Distributors, LLC.



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MUTUAL FUNDS**

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1-866-AVE-MARIA (1-866-283-6274)

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