



# SMI FUNDS

**SOUND MIND INVESTING FUND (SMIFX)**

**SMI DYNAMIC  
ALLOCATION FUND (SMIDX)**

**SMI 50/40/10 FUND (SMILX)**

**ANNUAL REPORT**

**OCTOBER 31, 2018**

Funds' Adviser:  
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# SMI FUNDS

Dear Fellow Shareholder,

The 12-month period ended October 31, 2018 saw the stock market alternate between periods of joy and agony. On the one hand, a new all-time market high was set in January and then surpassed in September. Wonderful! But each celebration was cut short by an immediate market correction, each time wiping out much of the prior rally's gains.

Technically, the October "correction" didn't meet the commonly accepted "official" criteria of a decline reaching at least -10% from the prior market high. That is, if we are measuring using the most popular stock market indexes, such as the S&P 500<sup>®</sup> Index ("S&P 500") or Wilshire 5000<sup>®</sup> Total Market Index ("Wilshire 5000"). As we've noted in the past, because these indexes are "capitalization weighted" they largely reflect the performance of the market's largest stocks.

This isn't inherently good or bad, but it can give investors a false impression of the market's overall performance. Consider the performance of the following three popular indexes over the 12 months ended 10/31/18:

**S&P 500** (*large-company* stock performance): **+7.35%**

**Russell 2000** (*small-company* stock performance): **+1.85%**

**MSCI EAFE** (*foreign* stock performance): **-6.85%**

As we'll see in the Performance Review below, which index is being used as the yardstick makes an enormous difference in our perception of how various investments have performed over the past year. Anytime there is a 14% gap between the performance of one type of stocks and another (as there was last year between the S&P 500 and MSCI EAFE indexes), it's very important to understand exactly what's being measured as "the market."

Over the past few years, these letters have sounded a steady drumbeat of warning about high stock market valuations and the eventual "reverting to the mean" that we expect to eventually kick in as a result. In plain English, this simply means that following a long period of excellent returns — such as we've experienced since this bull market began in 2009 — it's natural to expect a period of lower returns. These cycles of good and poor performance inevitably follow each other, which is what brings high valuations (of the sort we see now) back down toward their long-term historical averages. This process can unfold in a number of different ways, but unfortunately the most common is through periodic bear markets that are relatively brief (at least when compared to the length of typical bull markets), but painful.

However, as we've also noted repeatedly, knowing a bear market is coming is not the same thing as knowing *when* it will arrive! This is why SMI has never advocated a *predictive* approach to investing. Three years ago, many investors already thought the next bear market was imminent. The first official market correction in four years had knocked -12% off the S&P 500 in August and investor nerves were on edge. Nor was this caution unwarranted, as the market would go on to suffer another -12% correction in early 2016, another in early 2018, and most recently the near-correction in October 2018.

That's *four* significant market declines in just over three years — clearly an investor would have been wise to steer clear of that market, right? On the contrary: the large-company stock indexes (S&P 500 and Wilshire 5000) have each earned 11%+ annualized returns over the past three years, while SMIFX's better diversified portfolio has earned +7.76%. An investor peering into a crystal ball three years ago and seeing these multiple corrections on the horizon would have left a 25% gain on the table by exiting the market instead of investing in Stock Upgrading.

The point of this is that we simply don't know when the market will zig, zag, or eventually roll over into a full-blown bear market. That's why SMI advocates the following three steps when investing in what appear to be late-cycle bear markets:

1. **Stay invested** — this assumes you're using an appropriate blend of SMI's strategies for your risk tolerance and season of life, with a particular emphasis on those SMI strategies that include defensive properties (Dynamic Asset Allocation and Stock Upgrading).
2. **Have Reasonable Expectations** — understand what you own and what's reasonable to expect from each portfolio component. Taking big risks late in a bull market cycle can produce exciting gains—until the bear market actually arrives, at which point those gains can be erased with remarkable speed.
3. **Play Good Defense** — opting for a reasonable blend of strategies designed to participate in some of the market's gains while emphasizing portfolio defense is a sound approach, especially late in a bull market cycle. But you shouldn't expect that type of portfolio to keep up with the hottest 100% stock market index while the market is continuing higher. Stay patient and remember that defensive portfolios need to be measured over full market cycles (which include both bull and bear markets) for their value to be evident.

We firmly believe now is a time to be “dancing with one eye on the exit door.” Thankfully, that's easy to do using a blend of SMI's strategies that emphasize bear market protection. As trend-followers, SMI is never going to position our portfolios dramatically more conservatively *in advance* of the market turning lower. Instead, we stay invested and follow the market's own price clues via our momentum strategies.

This approach is what allows us to harvest late bull market gains, as we have the past few years. But at the same time, we know the strictly defined mechanical triggers built into our primary strategies (Stock Upgrading and Dynamic Asset Allocation) will force us out of our riskiest positions as their price action demonstrates that the market trend has changed. This gives us confidence to stay invested and follow our plan.

## Performance Review

The steep October 2018 market decline drastically changed the complexion of this reporting period. As noted earlier, the S&P 500 Index gained 7.35% for the twelve months ended 10/31/18, while the slightly broader Wilshire 5000 Index was up 6.72%. Those are solid returns for a period that featured not one, but two significant downturns. However, as we also noted, those numbers are a bit misleading, as the rest of the U.S. market — as well as most foreign markets — posted substantially lower returns.

SMI's **Stock Upgrading** strategy (used in both SMIFX and SMILX) was having a strong year until October knocked it down by -10.93%. For the twelve months as a whole, Upgrading was up +2.36%. That's nearly identical to what a 40% S&P 500, 40% Russell 2000, 20% MSCI EAFE indexed blend would have earned (+2.31%). Not surprisingly, Upgrading's allocations to both smaller and foreign stocks dragged down performance, particularly during the last few months of the period when small-company stocks were especially weak. Also, as we've noted in the past couple of letters, the SMI Funds have been Upgrading within a broader universe of funds of late, including some with higher volatility than we've included in our fund universe in the past. This had a positive impact on performance over the reporting period as a whole, although it hurt performance during the October decline.

SMI's **Dynamic Asset Allocation (DAA)** strategy (used in both SMIDX and SMILX) didn't perform as well as Upgrading. SMIDX, which is our pure DAA fund, gained just 0.15% over the twelve month period. The silver lining in DAA's performance was that it did play its role as a portfolio diversifier well during both of the period's stock downturns. Most recently, while the Wilshire 5000 index was losing -7.29% in October, SMIDX was down less than half as much (-3.56%).

Dynamic Asset Allocation adeptly moved us out of Foreign Stocks at mid-year. For the first time since the strategy launched in 2013, it moved part of the portfolio to Cash for an extended period of time. While that cash holding dragged down returns as the market raced to a new all-time high in late September, it definitely helped both our returns *and our emotions* during October when most asset classes, including traditionally defensive ones like bonds, were under siege.

SMI's **Sector Rotation (SR)** strategy (used in SMILX) broke its long streak of strong positive performance, losing -5.20% over the twelve month period. Amazingly, despite that loss, the strategy has still earned +20.17% annualized over the past three years! While SR didn't help us this year, these numbers illustrate both the volatility and long-term potential this strategy component provides. That tradeoff is why it comprises a smaller portion (10%) of our combined SMILX (50/40/10) portfolio. Altogether, SMILX gained 0.36% over the twelve-month period.

## Big Changes to the SMI Fund Lineup!

In April, the SMI Bond Fund was closed and the SMI Conservative Allocation Fund and 50/40/10 Fund were reorganized into a single “new” 50/40/10 Fund (SMILX).

The upside of these moves is the SMI Fund lineup is more streamlined now, with three clearly defined options. For Upgrading, there’s SMIFX. For Dynamic Asset Allocation, there’s SMIDX. And for those looking for exposure to all three of SMI’s most popular strategies in one convenient 50/40/10 package, there’s SMILX.

Best of all, **SMILX is now available for purchase through all of the major broker platforms**, joining SMIFX and SMIDX in becoming much more widely available.

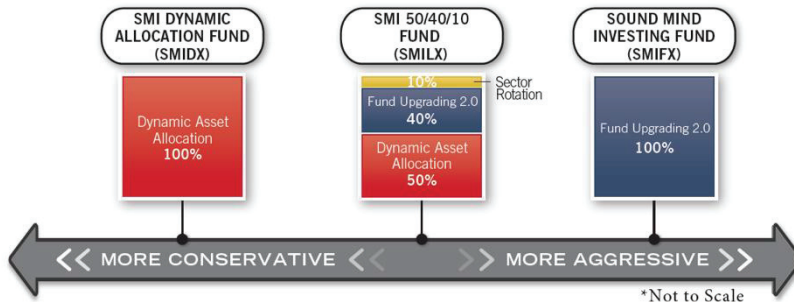
We appreciate the opportunity to serve you!

Blessings,



Mark Biller  
Senior Portfolio Manager  
The Sound Mind Investing Funds

The SMI Fund lineup, shown below, now offers investors a way to mix and match professionally managed funds to custom tailor the risk level desired for their portfolio. If you’d like assistance customizing your portfolio in this manner, please call a Stewardship Advisor at (800) 796-4975.



## PERFORMANCE RESULTS – (Unaudited)

### Average Annual Total Returns<sup>(a)</sup> (For the periods ended October 31, 2018)

	Three Months	Six Months	One Year	Five Year	Ten Year
<b>Sound Mind Investing Fund</b>	-7.47%	-2.35%	2.36%	6.12%	10.39%
Wilshire 5000 <sup>®</sup> Total Market Index <sup>(b)</sup>	-3.89%	2.85%	6.72%	10.98%	13.34%
S&P 500 <sup>®</sup> Index <sup>(b)</sup>	-3.25%	3.40%	7.35%	11.34%	13.24%
SMI Custom Index <sup>(c)</sup>	-6.85%	-1.35%	2.12%	8.13%	11.86%

Total annual operating expenses, as disclosed in the Sound Mind Investing Fund’s (“SMI Fund”) prospectus dated April 27, 2018, were 2.09% of average daily net assets, which includes acquired fund fees and expenses. All expenses are reflected in performance results. SMI Advisory Services, LLC (the “Adviser”) contractually has agreed to waive its fee and reimburse expenses to the extent necessary to maintain Total Annual Fund Operating Expenses (excluding interest, taxes, brokerage commissions, other expenses which are capitalized in accordance with generally accepted accounting principles, extraordinary expenses, dividend expense on short sales, 12b-1 fees, and acquired fund fees and expenses) at 1.50% of the SMI Fund’s average daily net assets through February 28, 2019. This expense cap may not be terminated prior to this date except by the Board of Trustees (the “Board”).

### Average Annual Total Returns<sup>(a)</sup> (For the periods ended October 31, 2018)

	Three Months	Six Months	One Year	Five Year	Since Inception (February 28, 2013)
<b>SMI Dynamic Allocation Fund</b>	-2.35%	-0.60%	0.15%	2.62%	3.96%
Wilshire 5000 <sup>®</sup> Total Market Index <sup>(b)</sup>	-3.89%	2.85%	6.72%	10.98%	12.84%
Bloomberg Barclays U.S. Aggregate Bond Index <sup>(b)</sup>	-0.79%	-0.19%	-2.05%	1.83%	1.44%
Weighted Index <sup>(c)</sup>	-2.60%	1.71%	3.29%	7.38%	8.29%

Total annual operating expenses, as disclosed in the SMI Dynamic Allocation Fund’s prospectus dated April 27, 2018, were 1.35% of average daily net assets, which includes acquired fund fees and expenses. All expenses are reflected in performance results. The Adviser contractually has agreed to waive its fee and reimburse expenses to the extent necessary to maintain Total Annual Fund Operating Expenses (excluding interest, taxes, brokerage commissions, other expenses which are capitalized in accordance with generally accepted accounting principles, extraordinary expenses, dividend expense on short sales, 12b-1 fees, and acquired fund fees and expenses) at 1.45% of the SMI Dynamic Allocation Fund’s average daily net assets through February 28, 2019. This expense cap may not be terminated prior to this date except by the Board.

## PERFORMANCE RESULTS – (Unaudited), (Continued)

### Average Annual Total Returns<sup>(a)</sup> (For the periods ended October 31, 2018)

	Three Months	Six Months	One Year	Since Inception (April 29, 2015)
<b>SMI 50/40/10 Fund</b>	-5.40%	-1.77%	0.36%	2.89%
Wilshire 5000 <sup>®</sup> Total Market Index <sup>(b)</sup>	-3.89%	2.85%	6.72%	9.39%
Bloomberg Barclays U.S. Aggregate Bond Index <sup>(b)</sup>	-0.79%	-0.19%	-2.05%	0.84%
Weighted Index <sup>(c)</sup>	-2.60%	1.71%	3.29%	6.04%

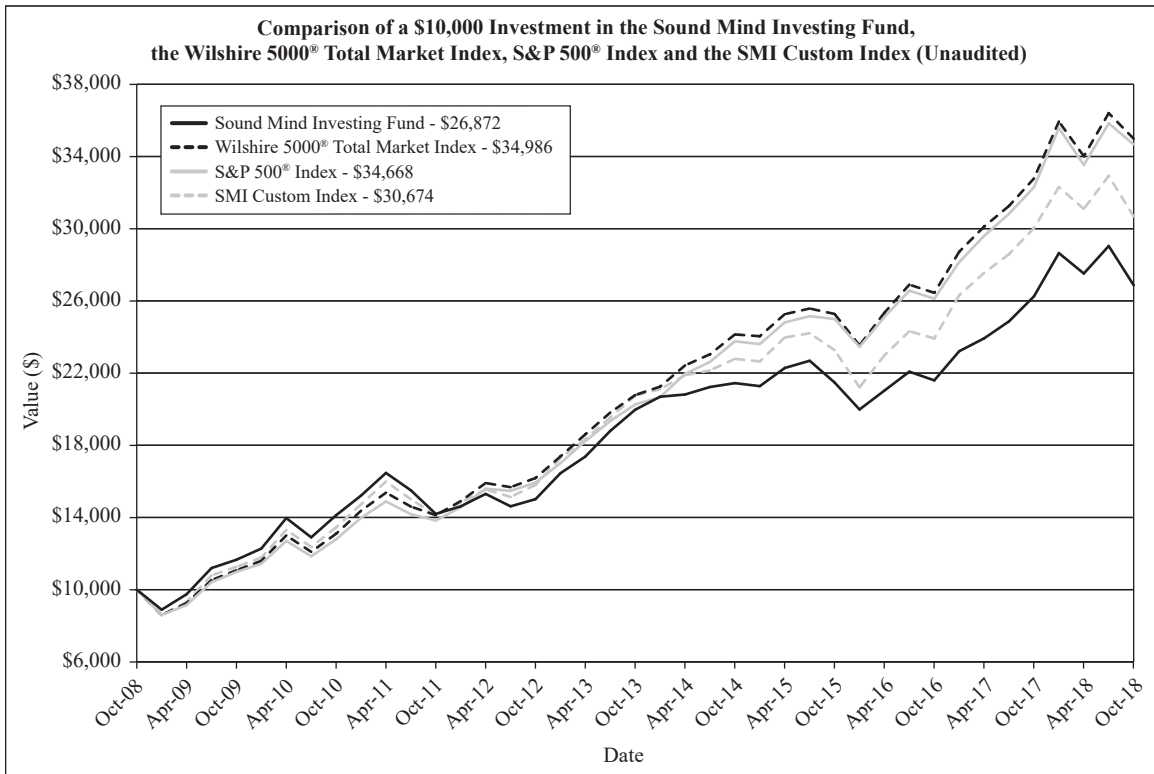
Total annual operating expenses, as disclosed in the SMI 50/40/10 Fund’s prospectus dated April 27, 2018, were 1.82% of average daily net assets (2.19% before fee waivers/expense reimbursements by the Adviser). All expenses are reflected in performance results. The Adviser contractually has agreed to waive its fee and reimburse expenses to the extent necessary to maintain Total Annual Fund Operating Expenses (excluding interest, taxes, brokerage commissions, other expenses which are capitalized in accordance with generally accepted accounting principles, extraordinary expenses, dividend expense on short sales, 12b-1 fees, and acquired fund fees and expenses) at 1.15% of the SMI 50/40/10 Fund’s average daily net assets through February 29, 2020. Each fee waiver or reimbursement of an expense by the Adviser is subject to repayment by the SMI 50/40/10 Fund within the three years following the date in which the expense was incurred, provided that the SMI 50/40/10 Fund is able to make the repayment without exceeding the expense limitation in place at the time of the fee waiver or reimbursement. This expense cap may not be terminated prior to this date except by the Board.

*The performance quoted represents past performance, which 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. The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Current performance of the Sound Mind Investing Fund, SMI Dynamic Allocation Fund, and SMI 50/40/10 Fund (each a “Fund” and collectively the “Funds”) may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (877) 764-3863.*

- (a) Average annual total returns reflect any change in price per share and assume the reinvestment of all distributions. The Funds’ returns reflect any fee reductions during the applicable periods. If such fee reductions had not occurred, the quoted performance would have been lower. Total returns for periods less than one year are not annualized.
- (b) The Standard & Poor’s 500<sup>®</sup> Index (“S&P 500”), Wilshire 5000<sup>®</sup> Total Market Index (“Wilshire 5000”), Bloomberg Barclays U.S. Aggregate Bond Index, Russell 1000<sup>®</sup> Value Index, Russell 1000<sup>®</sup> Growth Index, Russell 2000<sup>®</sup> Value Index, Russell 2000<sup>®</sup> Growth Index and MSCI EAFE Index (collectively, the “Indices”) are unmanaged indices that assume reinvestment of all distributions and exclude the effect of taxes and fees. These Indices are widely recognized unmanaged indices and are representative of a broader market and range of securities than is found in each Fund’s portfolio. The returns of the Indices are not reduced by any fees or operating expenses. Individuals cannot invest directly in the Indices; however, an individual can invest in exchange-traded funds or other investment vehicles that attempt to track the performance of a benchmark index.
- (c) The SMI Custom Index for the Sound Mind Investing Fund is comprised of 20% Russell 1000<sup>®</sup> Value Index, 20% Russell 1000<sup>®</sup> Growth Index, 20% Russell 2000<sup>®</sup> Value Index, 20% Russell 2000<sup>®</sup> Growth Index and 20% MSCI EAFE Index and the Weighted Index for the SMI Dynamic Allocation Fund and the SMI 50/40/10 Fund is comprised of 60% Wilshire 5000 and 40% Bloomberg Barclays U.S. Aggregate Bond Index.

*The Funds’ investment objectives, risks, charges and expenses must be considered carefully before investing. The prospectus contains this and other important information about the Funds and may be obtained by calling the same number as above. Please read it carefully before investing.*

## PERFORMANCE RESULTS – (Unaudited), (Continued)



*The chart above assumes an initial investment of \$10,000 made on October 31, 2008 and held through October 31, 2018. THE FUND'S RETURN REPRESENTS PAST PERFORMANCE AND DOES NOT GUARANTEE FUTURE RESULTS. The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Investment returns and principal values will fluctuate so that your shares, when redeemed, may be worth more or less than their original purchase price.*

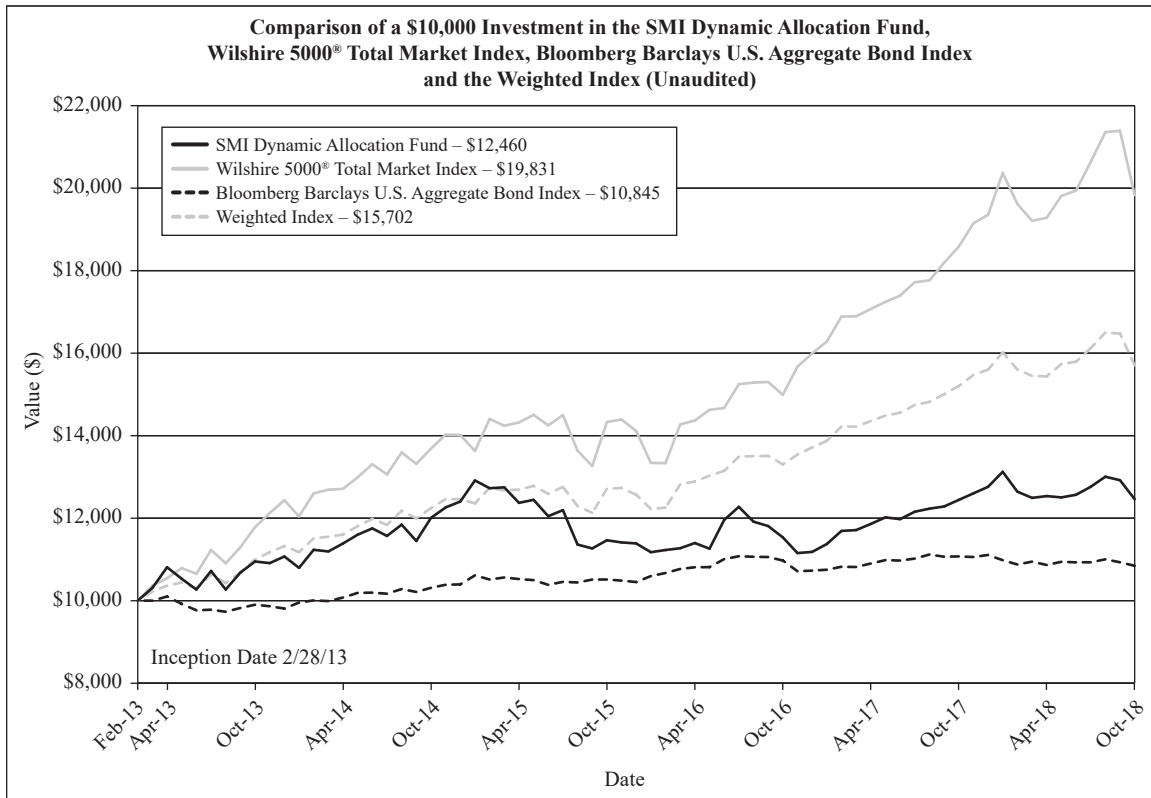
***Current performance of the Fund may be lower or higher than the performance quoted. For more information on the Fund, and to obtain performance data current to the most recent month end or to request a prospectus, please call (877) 764-3863. You should carefully consider the investment objectives, potential risks, management fees, and charges and expenses of the Fund before investing. The Fund's prospectus contains this and other information about the Fund, and should be read carefully before investing.***

*The SMI Custom Index for the Sound Mind Investing Fund is comprised of 20% Russell 1000® Value Index, 20% Russell 1000® Growth Index, 20% Russell 2000® Value Index, 20% Russell 2000® Growth Index and 20% MSCI EAFE Index.*

*The Fund is distributed by Unified Financial Securities, LLC, member FINRA/SIPC.*



## PERFORMANCE RESULTS – (Unaudited), (Continued)



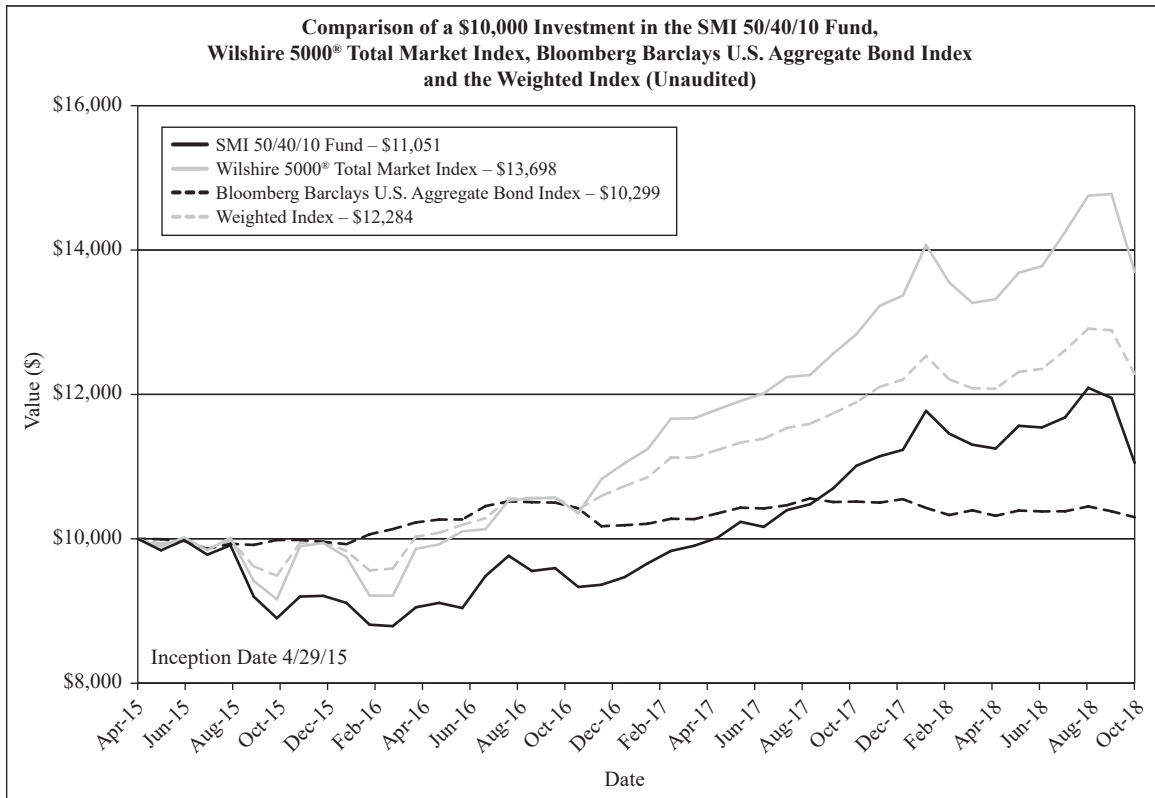
The chart above assumes an initial investment of \$10,000 made on February 28, 2013 (commencement of Fund operations) and held through October 31, 2018. **THE FUND'S RETURN REPRESENTS PAST PERFORMANCE AND DOES NOT GUARANTEE FUTURE RESULTS.** The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Investment returns and principal values will fluctuate so that your shares, when redeemed, may be worth more or less than their original purchase price.

**Current performance of the Fund may be lower or higher than the performance quoted. For more information on the Fund, and to obtain performance data current to the most recent month end or to request a prospectus, please call (877) 764-3863. You should carefully consider the investment objectives, potential risks, management fees, and charges and expenses of the Fund before investing. The Fund's prospectus contains this and other information about the Fund, and should be read carefully before investing.**

The Weighted Index is comprised of 60% Wilshire 5000® Total Market Index and 40% Bloomberg Barclays U.S. Aggregate Bond Index.

The Fund is distributed by Unified Financial Securities, LLC, member FINRA/SIPC.

## PERFORMANCE RESULTS – (Unaudited), (Continued)



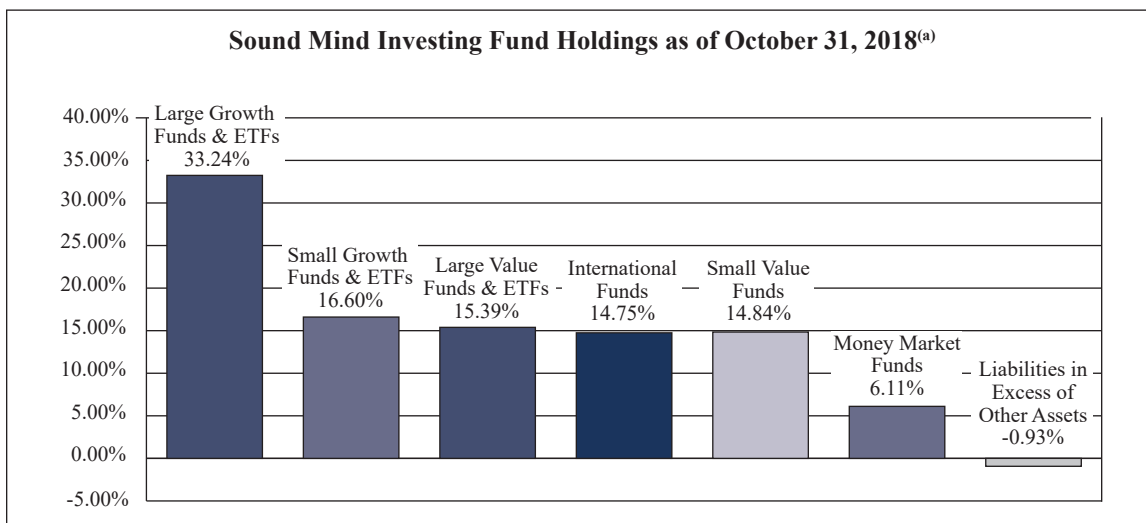
The chart above assumes an initial investment of \$10,000 made on April 29, 2015 (commencement of Fund operations) and held through October 31, 2018. **THE FUND'S RETURN REPRESENTS PAST PERFORMANCE AND DOES NOT GUARANTEE FUTURE RESULTS.** The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Investment returns and principal values will fluctuate so that your shares, when redeemed, may be worth more or less than their original purchase price. The information presented above, for the periods prior to April 28, 2018 is historical information for the previous SMI 50/40/10 Fund.

**Current performance of the Fund may be lower or higher than the performance quoted. For more information on the Fund, and to obtain performance data current to the most recent month end or to request a prospectus, please call (877) 764-3863. You should carefully consider the investment objectives, potential risks, management fees, and charges and expenses of the Fund before investing. The Fund's prospectus contains this and other information about the Fund, and should be read carefully before investing.**

The Weighted Index is comprised of 60% Wilshire 5000® Total Market Index and 40% Bloomberg Barclays U.S. Aggregate Bond Index.

The Fund is distributed by Unified Financial Securities, LLC, member FINRA/SIPC.

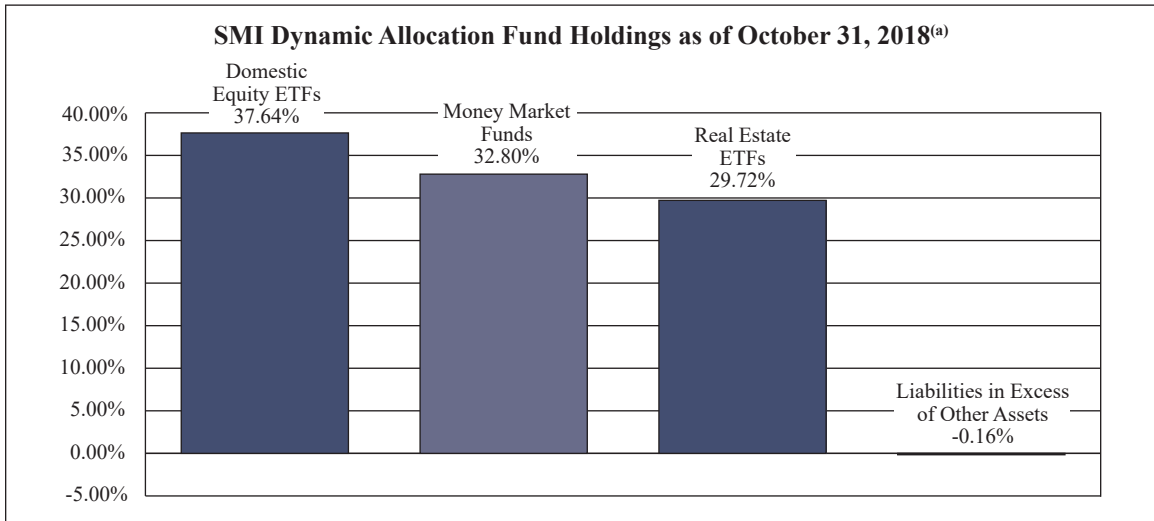
## FUND HOLDINGS – (Unaudited)



(a) As a percentage of investments.

Sound Mind Investing Fund seeks long-term capital appreciation. The Fund seeks to achieve its objective by investing in a diversified portfolio of other investment companies using a “Fund Upgrading” strategy. The fund upgrading investment strategy is a systematic investment approach that is based on the belief of the Adviser that superior returns can be obtained by constantly monitoring the performance of a wide universe of other investment companies, and standing ready to move assets into the funds deemed by the Adviser to be most attractive at the time of analysis.

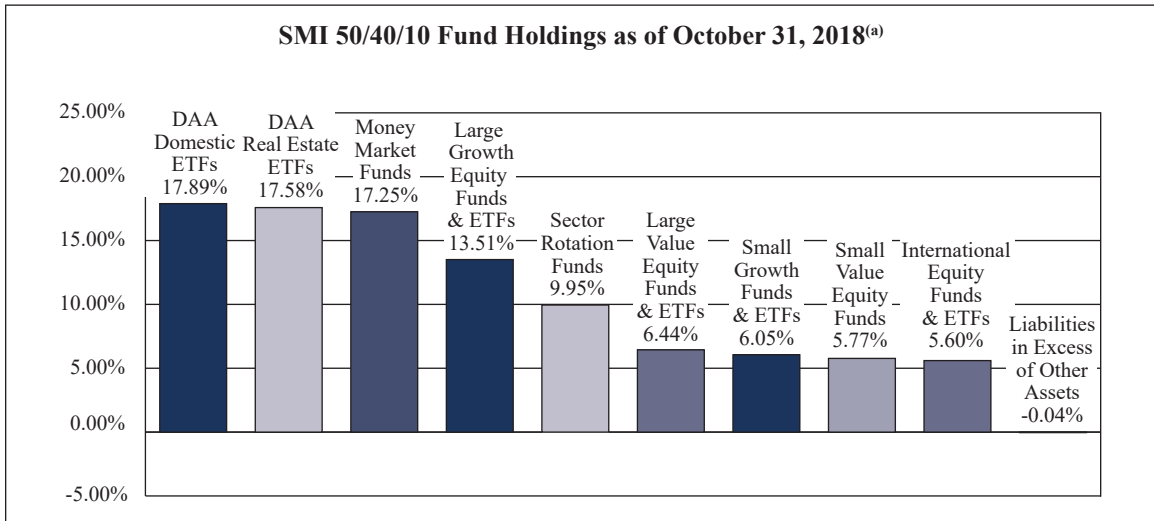
## FUND HOLDINGS – (Unaudited), (Continued)



(a) As a percentage of investments.

SMI Dynamic Allocation Fund seeks total return. Total return is composed of both income and capital appreciation. The Fund uses a dynamic asset allocation investment strategy to achieve its investment objective. This is done by investing in securities from the following six asset classes – U.S. Equities, International Equities, Fixed Income Securities, Real Estate, Precious Metals, and Cash.

## FUND HOLDINGS – (Unaudited), (Continued)



(a) As a percentage of investments.

SMI 50/40/10 Fund seeks total return. Total return is composed of both income and capital appreciation. The Adviser allocates the Fund’s assets on a 50/40/10 basis among various investment strategies as follows:

- 50% - Dynamic Asset Allocation Strategy (“DAA”)
- 40% - Fund Upgrading Strategy
- 10% - Sector Rotation Strategy

The Sector Rotation Strategy involves the Adviser selecting from a universe of mutual funds and exchange-traded funds (“ETFs”) it has compiled using proprietary methods. This universe is specifically designed by the Adviser to balance exposure to a wide variety of market sectors and industries. This universe includes both leveraged and non-leveraged funds. The Adviser ranks these funds based on their recent performance across multiple short-term performance periods, then uses an upgrading approach to invest in the top performing market sector or sectors. Once a particular sector or sectors is identified, the Adviser purchases one or more mutual funds or ETFs to gain the desired exposure to that particular sector. This portion of the Fund may be concentrated, meaning that the Fund may be invested in as few as one or two sectors at a time and potentially as few as one underlying mutual fund or ETF.

### Availability of Portfolio Schedules – (Unaudited)

Each Fund files its complete schedule of investments with the Securities and Exchange Commission (“SEC”) for the first and third quarters of each fiscal year on Form N-Q. The Funds’ Forms N-Q are available at the SEC’s website at [www.sec.gov](http://www.sec.gov).

## SOUND MIND INVESTING FUND SCHEDULE OF INVESTMENTS

October 31, 2018

MUTUAL FUNDS – 85.39%	Shares	Fair Value
Aegis Value Fund, Inc.(a)	132,552	\$ 2,539,692
Alger Small Cap Focus Fund, Class Z	452,659	8,872,117
Allianz NFJ Dividend Value Fund, Institutional Class	200	2,954
Allianz NFJ Small-Cap Value Fund, Institutional Class	162	3,546
American Century Equity Income Fund, Investor Class	100	874
American Century International Discovery Fund, Institutional Class	250	3,601
AMG GW&K U.S. Small Cap Growth Fund, Institutional Class	100	510
Artisan International Small Cap Fund, Investor Class	150	3,153
Artisan International Value Fund, Investor Class	150	5,126
Artisan Mid Cap Value Fund, Investor Class	279	6,090
Artisan Small Cap Fund, Investor Class	125	4,358
BBH Core Select Fund, Class N	100	2,086
Berkshire Focus Fund	90,898	2,309,726
BlackRock International Opportunities Portfolio, Institutional Class	100	2,724
Bridgeway Small-Cap Growth Fund, Class N	205	5,758
Bridgeway Small-Cap Value Fund, Class N	65,079	1,757,795
Bridgeway Ultra-Small Company Market Fund, Class N	459,903	6,457,034
Buffalo Small Cap Fund, Inc.	150	2,367
Champlain Small Company Fund, Institutional Class	100	2,142
Chartwell Small Cap Value Fund	118	2,223
Columbia Acorn International Fund, Class Z	100	4,006
Columbia Acorn Select Fund, Class Z	150	2,249
Columbia Contrarian Core Fund, Class Z	91	2,345
Columbia Small Cap Growth Fund I, Class Z	100	2,045
Davis Opportunity Fund, Class Y	100	3,712
Delaware Select Growth Fund, Institutional Class	100	4,334
Delaware Small Cap Value Fund, Institutional Class	100	6,359
Delaware Smid Cap Growth Fund, Institutional Class	223,734	7,691,958
Delaware Value Fund, Institutional Class	144	3,154
Deutsche Small Cap Core Fund, Institutional Class	52	1,593
DFA International Small Cap Value Portfolio, Institutional Class	100	1,924
DFA International Small Company Portfolio, Institutional Class	100	1,846
DFA U.S. Small Cap Value Portfolio, Institutional Class	100	3,639
Dreyfus Opportunistic Small Cap Fund	100	3,383
Fairholme Fund	100	1,595
Fidelity Advisor Growth Opportunities Fund, Institutional Class	120,390	9,654,048
Fidelity Mid-Cap Stock Fund	150	5,546
Fidelity Select IT Services Portfolio	5,320	322,709
Fidelity Select Medical Technology and Devices Portfolio	42,634	2,164,097

*See accompanying notes which are an integral part of these financial statements.*

## SOUND MIND INVESTING FUND SCHEDULE OF INVESTMENTS

October 31, 2018 – (Continued)

MUTUAL FUNDS – 85.39% – continued	Shares	Fair Value
Fidelity Select Retailing Portfolio	140,327	\$ 2,081,042
Fidelity Select Software & IT Services Portfolio	111,162	2,019,810
Fidelity Small Cap Discovery Fund	100	2,437
Fidelity Small Cap Stock Fund	150	2,589
Fidelity Small Cap Value Fund	150	2,354
Franklin Small Cap Value Fund, Advisor Class	100	5,541
Hartford International Opportunities Fund (The), Class Y	248	3,814
Heartland Value Fund	100	3,938
Hennessy Focus Fund, Investor Class	50	4,160
Hodges Small Cap Fund, Institutional Class	265,579	5,298,304
Ivy Global Growth Fund, Institutional	154,180	7,227,960
Janus Henderson Mid Cap Value Fund, Class T	200	3,180
Janus Henderson Overseas Fund, Class T	100	2,928
Janus Henderson Venture Fund, Class T	100	7,925
JOHCM International Select Fund, Institutional Class	100	2,176
JPMorgan Disciplined Equity Fund, Institutional Class	100	2,838
JPMorgan Mid Cap Value Fund, Institutional Class	100	3,873
JPMorgan Small Cap Equity Fund, Select Class	100	5,750
JPMorgan Small Cap Growth Fund, Class L	100	1,921
Kinetics Paradigm Fund, Institutional Class(a)	170,689	9,398,129
Lazard Global Listed Infrastructure Portfolio, Institutional Class	151,789	2,323,896
Longleaf Partners Fund	150	3,851
Longleaf Partners International Fund	100	1,555
Longleaf Partners Small-Cap Fund	100	2,869
Lord Abbett Developing Growth Fund, Inc., Institutional Class(a)	302,009	9,594,826
MainStay Mackay U.S. Equity Opportunities Fund, Institutional Class	100	963
Mairs and Power Small Cap Fund	192,126	4,937,637
Miller Opportunity Trust, Institutional Class(a)	367,162	10,339,289
Morgan Stanley Growth Portfolio, Institutional Class	100	4,698
Morgan Stanley Multi-Cap Growth Trust, Institutional Class	281,768	11,865,249
Neuberger Berman Genesis Fund, Institutional Class	100	5,836
Nicholas Fund, Inc.	50	3,159
Oakmark International Fund, Investor Class	150	3,540
Oakmark International Small Cap Fund, Institutional Class	150	2,240
Oakmark Select Fund, Institutional Class	150	6,050
Oppenheimer International Small-Mid Company Fund, Class Y	156,416	7,647,173
Oppenheimer Mid Cap Value Fund, Class Y	100	5,402
Pear Tree Quality Fund, Ordinary Class	210,510	4,313,348

*See accompanying notes which are an integral part of these financial statements.*

## SOUND MIND INVESTING FUND SCHEDULE OF INVESTMENTS

October 31, 2018 – (Continued)

MUTUAL FUNDS – 85.39% – continued	Shares	Fair Value
PIMCO StocksPLUS International Fund (U.S. Dollar Hedged), Institutional Class	1,048,006	\$ 8,478,371
Polen Growth Fund, Institutional Class	293,350	8,055,380
PRIMECAP Odyssey Aggressive Growth Fund	100	4,471
Principal SmallCap Growth Fund I, Institutional Class	200	2,812
ProFunds Consumer Services UltraSector ProFund, Investor Class	14,020	1,745,475
ProFunds Health Care UltraSector ProFund, Investor Class	24,141	1,442,884
ProFunds Technology UltraSector ProFund, Investor Class	21,717	2,639,283
Royce Low-Priced Stock Fund, Investment Class	150	1,283
Royce Opportunity Fund, Investment Class	100	1,263
Royce Premier Fund, Investment Class	300	4,872
Royce Special Equity Fund, Institutional Class	150	3,099
T. Rowe Price International Discovery Fund	75	4,711
T. Rowe Price Mid-Cap Growth Fund	50	4,544
T. Rowe Price New Horizons Fund	100	6,013
T. Rowe Price Small-Cap Value Fund	100	4,825
Thornburg Value Fund, Institutional Class	100	6,871
TIAA-CREF International Equity Fund, Institutional Class	100	1,124
Touchstone Sands Capital Select Growth Fund, Class Y	100	1,614
Tweedy Browne Global Value Fund	150	4,137
Vanguard Strategic Equity Fund, Investor Class	100	3,328
Victory RS Small Cap Growth Fund, Class Y	100	8,554
Voya Corporate Leaders Trust Fund, Series B	201,062	7,539,806
Wasatch Emerging Markets Small Cap Fund, Investor Class(a)	1,000	2,430
Wasatch International Growth Fund, Investor Class	150	4,763
Wasatch International Opportunities Fund, Institutional Class	1,000	3,140
<b>Total Mutual Funds (Cost \$152,811,734)</b>		<u>148,981,721</u>

*See accompanying notes which are an integral part of these financial statements.*



## SOUND MIND INVESTING FUND SCHEDULE OF INVESTMENTS

October 31, 2018 – (Continued)

EXCHANGE-TRADED FUNDS – 9.43%	Shares	Fair Value
Invesco S&P SmallCap Health Care ETF	22,210	\$ 2,711,841
iShares Core S&P Small-Cap ETF	61,950	4,835,198
iShares Edge MSCI Minimum Volatility USA ETF	39,680	2,171,686
iShares North American Tech Software ETF	9,110	1,669,499
Oppenheimer Ultra Dividend Revenue ETF	48,110	1,780,566
SPDR Dow Jones Industrial Average ETF	5,610	1,409,176
VanEck Vectors Retail ETF	18,120	<u>1,870,527</u>
<b>Total Exchange-Traded Funds (Cost \$17,250,242)</b>		<u>16,448,493</u>
MONEY MARKET FUNDS – 6.11%		
Fidelity Investments Money Market Government Portfolio, Institutional Class, 2.10%(b)	10,665,550	<u>10,665,550</u>
<b>Total Money Market Funds (Cost \$10,665,550)</b>		<u>10,665,550</u>
<b>Total Investments — 100.93% (Cost \$180,727,526)</b>		<u>\$ 176,095,764</u>
<b>Liabilities in Excess of Other Assets — (0.93)%</b>		<u>(1,623,021)</u>
<b>NET ASSETS — 100.00%</b>		<u>\$ 174,472,743</u>

(a) Non-income producing security.

(b) Rate disclosed is the seven day effective yield as of October 31, 2018.

ETF - Exchange-Traded Fund

SPDR - Standard & Poor's Depository Receipt

Small investments are occasionally retained in mutual funds that are closed to new investment, or in the manager's opinion are at risk to close, so as to allow the Fund the flexibility to reinvest in these funds in the future.

*See accompanying notes which are an integral part of these financial statements.*

## SMI DYNAMIC ALLOCATION FUND SCHEDULE OF INVESTMENTS

October 31, 2018

EXCHANGE-TRADED FUNDS – 67.36%	Shares	Fair Value
SPDR S&P 500 <sup>®</sup> ETF(a)	184,970	\$ 50,058,432
Vanguard Real Estate ETF(a)	504,710	39,528,887
<b>Total Exchange-Traded Funds (Cost \$79,771,236)</b>		<b>89,587,319</b>
MONEY MARKET FUNDS – 32.80%		
Fidelity Investments Money Market Government Portfolio, Institutional Class, 2.10%(a) (b)	43,617,625	43,617,625
<b>Total Money Market Funds (Cost \$43,617,625)</b>		<b>43,617,625</b>
<b>Total Investments — 100.16% (Cost \$123,388,861)</b>		<b>\$ 133,204,944</b>
<b>Liabilities in Excess of Other Assets — (0.16)%</b>		<b>(206,276)</b>
<b>NET ASSETS — 100.00%</b>		<b>\$ 132,998,668</b>

(a) Represents an investment greater than 25% of the Fund's net assets. Performance of the Fund may be adversely impacted by concentrated investments in securities. The financial statements and portfolio holdings for these securities can be found at [www.sec.gov](http://www.sec.gov). As of October 31, 2018, the percentage of net assets invested in SPDR S&P 500<sup>®</sup> ETF, Vanguard Real Estate ETF and Fidelity Investments Money Market Government Portfolio were 37.64%, 29.72% and 32.80%, respectively, of the Fund.

(b) Rate disclosed is the seven day effective yield as of October 31, 2018.

ETF - Exchange-Traded Fund

SPDR - Standard & Poor's Depository Receipt

*See accompanying notes which are an integral part of these financial statements.*

## SMI 50/40/10 FUND SCHEDULE OF INVESTMENTS

October 31, 2018

MUTUAL FUNDS – 34.68%	Shares	Fair Value
Alger Small Cap Focus Fund, Institutional Class	103,687	\$ 2,032,264
Berkshire Focus Fund	12,209	310,235
Bridgeway Small-Cap Value Fund, Class N	38,053	1,027,805
Fidelity Advisor Growth Opportunities Fund, Institutional Class	13,559	1,087,309
Fidelity Select Health Care Portfolio	11,926	294,226
Fidelity Select IT Services Portfolio	4,246	257,553
Fidelity Select Medical Technology and Devices Portfolio	5,784	293,580
Fidelity Select Retailing Portfolio	19,704	292,211
Fidelity Select Software & IT Services Portfolio	15,732	285,844
Hodges Small Cap Fund, Institutional Class	27,755	553,703
Ivy Global Growth Fund, Institutional Class	34,475	1,616,181
Kinetics Paradigm Fund, Institutional Class(a)	26,392	1,453,155
Lazard Global Listed Infrastructure Portfolio, Institutional Class	29,473	451,232
Lord Abbett Developing Growth Fund, Inc., Institutional Class(a)	62,219	1,976,685
Mairs and Power Small Cap Fund	40,867	1,050,295
Miller Opportunity Trust, Institutional Class (a)	66,277	1,866,351
Morgan Stanley Multi-Cap Growth Trust, Institutional Class	45,673	1,923,293
Oakmark International Fund, Investor Class	50	1,180
Oppenheimer International Small-Mid Company Fund, Class Y	24,391	1,192,477
Pear Tree Quality Fund, Ordinary Class	58,362	1,195,836
PIMCO StocksPLUS International Fund (U.S. Dollar Hedged), Institutional Class	55,863	451,930
Polen Growth Fund, Institutional Class	57,834	1,588,130
ProFunds Consumer Services UltraSector ProFund, Investor Class	2,466	307,024
ProFunds Health Care UltraSector ProFund, Investor Class	4,487	268,205
ProFunds Technology UltraSector ProFund, Investor Class	2,245	272,890
Royce Opportunity Fund, Investment Class	100	1,263
Voya Corporate Leaders Trust, Series B	25,083	940,621
Wasatch International Growth Fund, Investor Class	100	3,175
<b>Total Mutual Funds (Cost \$24,210,338)</b>		<u>22,994,653</u>

*See accompanying notes which are an integral part of these financial statements.*

## SMI 50/40/10 FUND SCHEDULE OF INVESTMENTS

October 31, 2018 – (Continued)

<b>EXCHANGE-TRADED FUNDS – 48.11%</b>	<b>Shares</b>	<b>Fair Value</b>
Invesco S&P SmallCap Health Care ETF	54,010	\$ 6,594,621
iShares Core S&P Small-Cap ETF	15,310	1,194,946
iShares North American Tech Software ETF	1,640	300,546
SPDR S&P 500 <sup>®</sup> ETF	43,825	11,860,359
VanEck Vectors Retail ETF	2,850	294,206
Vanguard Real Estate ETF	148,790	<u>11,653,233</u>
<b>Total Exchange-Traded Funds (Cost \$31,754,690)</b>		<u>31,897,911</u>
<b>MONEY MARKET FUNDS – 17.25%</b>		
Fidelity Investments Money Market Government Portfolio, Institutional Class, 2.10%(b)	11,437,008	<u>11,437,008</u>
<b>Total Money Market Funds (Cost \$11,437,008)</b>		<u>11,437,008</u>
<b>Total Investments — 100.04% (Cost \$67,402,036)</b>		<u>\$ 66,329,572</u>
<b>Liabilities in Excess of Other Assets — (0.04)%</b>		<u>(24,798)</u>
<b>NET ASSETS — 100.00%</b>		<u>\$ 66,304,774</u>

(a) Non-income producing security.

(b) Rate disclosed is the seven day effective yield as of October 31, 2018.

ETF - Exchange-Traded Fund

SPDR - Standard & Poor's Depository Receipt

*See accompanying notes which are an integral part of these financial statements.*

## SMI FUNDS

### STATEMENTS OF ASSETS AND LIABILITIES

October 31, 2018

	Sound Mind Investing Fund	SMI Dynamic Allocation Fund	SMI 50/40/10 Fund
<b>Assets</b>			
Investments in securities at fair value (cost \$180,727,526, \$123,388,861 and \$67,402,036, respectively)	\$ 176,095,764	\$ 133,204,944	\$ 66,329,572
Receivable for fund shares sold	10,500	173,036	10,967
Receivable for investments sold	712,223	—	—
Dividends receivable	9,530	76,196	18,096
Prepaid expenses	16,595	9,827	19,012
<b>Total Assets</b>	<u>176,844,612</u>	<u>133,464,003</u>	<u>66,377,647</u>
<b>Liabilities</b>			
Payable for fund shares redeemed	13,545	313,040	194
Payable for investments purchased	2,160,497	—	—
Payable to Adviser	154,087	114,188	43,190
Payable to Administrator	9,382	5,992	4,035
Payable to trustees	2,300	2,048	1,774
Other accrued expenses	32,058	30,067	23,680
<b>Total Liabilities</b>	<u>2,371,869</u>	<u>465,335</u>	<u>72,873</u>
<b>Net Assets</b>	<u>\$ 174,472,743</u>	<u>\$ 132,998,668</u>	<u>\$ 66,304,774</u>
<b>Net Assets consist of:</b>			
Paid-in capital	\$ 147,419,298	\$ 127,133,272	\$ 66,156,087
Accumulated earnings	27,053,445	5,865,396	148,687
<b>Net Assets</b>	<u>\$ 174,472,743</u>	<u>\$ 132,998,668</u>	<u>\$ 66,304,774</u>
Shares outstanding (unlimited number of shares authorized, no par value)	14,973,973	11,410,694	7,007,397
Net asset value, offering and redemption price per share	<u>\$ 11.65</u>	<u>\$ 11.66</u>	<u>\$ 9.46</u>

*See accompanying notes which are an integral part of these financial statements.*

## SMI FUNDS STATEMENTS OF OPERATIONS

For the year ended October 31, 2018

	Sound Mind Investing Fund	SMI Dynamic Allocation Fund	SMI 50/40/10 Fund
<b>Investment Income</b>			
Dividend income	\$ 2,908,766	\$ 3,923,956	\$ 985,940
<b>Total investment income</b>	<u>2,908,766</u>	<u>3,923,956</u>	<u>985,940</u>
<b>Expenses</b>			
Investment Adviser	1,937,839	1,501,667	403,566
Administration	48,000	37,136	10,872
Printing	38,089	28,397	28,340
Transfer agent	29,406	12,152	9,191
Registration	28,235	28,159	35,321
Fund accounting	26,662	20,625	6,047
Insurance	21,437	17,928	6,428
Legal	21,063	20,090	42,175
Audit and tax preparation	17,700	17,700	18,242
Custodian	13,755	8,058	8,328
Trustee	8,279	7,909	8,522
Compliance	8,100	8,100	8,156
Line of credit	6,881	5,462	1,397
Interest expense	2,347	2,113	346
Miscellaneous	44,783	32,970	18,588
<b>Total expenses</b>	<u>2,252,576</u>	<u>1,748,466</u>	<u>605,519</u>
Fees contractually waived by Adviser	—	—	(66,696)
Net operating expenses	<u>2,252,576</u>	<u>1,748,466</u>	<u>538,823</u>
<b>Net investment income (loss)</b>	<u>656,190</u>	<u>2,175,490</u>	<u>447,117</u>
<b>Net Realized and Change in Unrealized Gain (Loss) on Investments</b>			
Long term capital gain dividends from investment companies	5,031,825	—	239,699
Net realized gain on investment securities transactions	26,764,180	6,857,555	2,393,887
Net change in unrealized appreciation (depreciation) on investment securities	<u>(27,142,112)</u>	<u>(8,396,521)</u>	<u>(4,996,464)</u>
Net realized and change in unrealized gain (loss) on investments	<u>4,653,893</u>	<u>(1,538,966)</u>	<u>(2,362,878)</u>
<b>Net increase (decrease) in net assets resulting from operations</b>	<u>\$ 5,310,083</u>	<u>\$ 636,524</u>	<u>\$ (1,915,761)</u>

*See accompanying notes which are an integral part of these financial statements.*

## SOUND MIND INVESTING FUND

### STATEMENTS OF CHANGES IN NET ASSETS

	<b>For the Year Ended October 31, 2018</b>	<b>For the Year Ended October 31, 2017</b>
<b>Increase (Decrease) in Net Assets due to:</b>		
<b>Operations</b>		
Net investment income (loss)	\$ 656,190	\$ (811,053)
Long term capital gain dividends from investment companies	5,031,825	3,707,396
Net realized gain on investment securities transactions	26,764,180	17,916,976
Net change in unrealized appreciation (depreciation) of investment securities	<u>(27,142,112)</u>	<u>17,865,419</u>
Net increase in net assets resulting from operations	<u>5,310,083</u>	<u>38,678,738</u>
<b>Distributions to Shareholders From</b>		
Earnings	<u>(17,930,314)</u>	<u>—</u>
<b>Capital Transactions</b>		
Proceeds from shares sold	18,137,721	11,847,763
Reinvestment of distributions	17,486,000	—
Amount paid for shares redeemed	(45,095,120)	(48,640,819)
Proceeds from redemption fees(a)	<u>—</u>	<u>649</u>
Net decrease in net assets resulting from capital transactions	<u>(9,471,399)</u>	<u>(36,792,407)</u>
<b>Total Increase (Decrease) in Net Assets</b>	<u>(22,091,630)</u>	<u>1,886,331</u>
<b>Net Assets</b>		
Beginning of year	<u>196,564,373</u>	<u>194,678,042</u>
End of year	<u>\$ 174,472,743</u>	<u>\$ 196,564,373</u>
<b>Share Transactions</b>		
Shares sold	1,445,134	1,045,399
Shares issued in reinvestment of distributions	1,493,254	—
Shares redeemed	<u>(3,658,539)</u>	<u>(4,260,796)</u>
Net decrease in shares outstanding	<u>(720,151)</u>	<u>(3,215,397)</u>

(a) Prior to February 28, 2017 the Fund charged a 2% redemption fee on shares redeemed within 60 days of purchase.

*See accompanying notes which are an integral part of these financial statements.*

## SMI DYNAMIC ALLOCATION FUND

### STATEMENTS OF CHANGES IN NET ASSETS

	<b>For the Year Ended October 31, 2018</b>	<b>For the Year Ended October 31, 2017<sup>(a)</sup></b>
<b>Increase (Decrease) in Net Assets due to:</b>		
<b>Operations</b>		
Net investment income	\$ 2,175,490	\$ 940,787
Net realized gain (loss) on investment securities transactions	6,857,555	(7,171,526)
Net change in unrealized appreciation (depreciation) of investment securities	<u>(8,396,521)</u>	<u>18,122,234</u>
Net increase in net assets resulting from operations	<u>636,524</u>	<u>11,891,495</u>
<b>Distributions to Shareholders From</b>		
Earnings	<u>(1,496,250)</u>	<u>(414,783)</u>
<b>Capital Transactions</b>		
Proceeds from shares sold	18,353,451	18,896,033
Reinvestment of distributions	1,459,188	405,068
Amount paid for shares redeemed	(47,956,171)	(49,181,394)
Proceeds from redemption fees(b)	<u>—</u>	<u>1,553</u>
Net decrease in net assets resulting from capital transactions	<u>(28,143,532)</u>	<u>(29,878,740)</u>
<b>Total Decrease in Net Assets</b>	<u>(29,003,258)</u>	<u>(18,402,028)</u>
<b>Net Assets</b>		
Beginning of year	<u>162,001,926</u>	<u>180,403,954</u>
End of year	<u>\$ 132,998,668</u>	<u>\$ 162,001,926</u>
<b>Share Transactions</b>		
Shares sold	1,536,089	1,689,987
Shares issued in reinvestment of distributions	122,108	38,214
Shares redeemed	<u>(4,035,193)</u>	<u>(4,456,279)</u>
Net decrease in shares outstanding	<u>(2,376,996)</u>	<u>(2,728,078)</u>

(a) For the year ended October 31, 2017, all distributions to shareholders from earnings were from net investment income. As of October 31, 2017, accumulated net investment income was \$582,080.

(b) Prior to February 28, 2017 the Fund charged a 2% redemption fee on shares redeemed within 60 days of purchase.

*See accompanying notes which are an integral part of these financial statements.*



**SMI 50/40/10 FUND**  
**STATEMENTS OF CHANGES IN NET ASSETS**

	<b>For the Year Ended October 31, 2018</b>	<b>For the Year Ended October 31, 2017<sup>(a)</sup></b>
<b>Increase (Decrease) in Net Assets due to:</b>		
<b>Operations</b>		
Net investment income (loss)	\$ 447,117	\$ (33,430)
Long term capital gain dividends from investment companies	239,699	85,188
Net realized gain on investment securities transactions	2,393,887	349,690
Net change in unrealized appreciation (depreciation) of investment securities	<u>(4,996,464)</u>	<u>2,833,847</u>
Net increase (decrease) in net assets resulting from operations	<u>(1,915,761)</u>	<u>3,235,295</u>
<b>Distributions to Shareholders From</b>		
Earnings	<u>(538,520)</u>	<u>(48,002)</u>
<b>Capital Transactions</b>		
Proceeds from shares sold	48,116,025	6,814,504
Reinvestment of distributions	518,421	46,319
Amount paid for shares redeemed	(15,189,948)	(6,405,146)
Proceeds from redemption fees(b)	—	1,251
Issued in connection with Fund merger(c)	<u>13,307,786</u>	<u>—</u>
Net increase in net assets resulting from capital transactions	<u>46,752,284</u>	<u>456,928</u>
<b>Total Increase in Net Assets</b>	<u>44,298,003</u>	<u>3,644,221</u>
<b>Net Assets</b>		
Beginning of year	<u>22,006,771</u>	<u>18,362,550</u>
End of year	<u>\$ 66,304,774</u>	<u>\$ 22,006,771</u>
<b>Share Transactions</b>		
Shares sold(d)	4,812,752	771,162
Shares issued in reinvestment of distributions(d)	53,608	5,561
Shares redeemed(d)	(1,514,653)	(736,085)
Issued in connection with Fund merger(d)	<u>1,373,960</u>	<u>—</u>
Net increase in shares outstanding	<u>4,725,667</u>	<u>40,638</u>

(a) For the year ended October 31, 2017, all distributions to shareholders from earnings were from net investment income. As of October 31, 2017, accumulated net investment loss was \$(82,259).

(b) Prior to February 28, 2017 the Fund charged a 2% redemption fee on shares redeemed within 60 days of purchase.

(c) See Note 1 of the Notes to the Financial Statements.

(d) As described in Note 1 of the Notes to the Financial Statements, the share amounts have been adjusted for a stock split that occurred on April 27, 2018. Financial information for periods prior to April 28, 2018 are that of the previous SMI 50/40/10 Fund.

*See accompanying notes which are an integral part of these financial statements.*

# SOUND MIND INVESTING FUND

## FINANCIAL HIGHLIGHTS

(For a share outstanding during each year)

	<b>For the Year Ended October 31, 2018</b>
<b>Selected Per Share Data:</b>	
Net asset value, beginning of year	\$ 12.52
Income from investment operations:	
Net investment income (loss) <sup>(a)</sup>	0.04
Net realized and unrealized gain on investments	0.26
Total from investment operations	0.30
<b>Less distributions to shareholders from:</b>	
Net investment income	—
Net realized gains	(1.17)
Total distributions	(1.17)
Paid in capital from redemption fees	—
Net asset value, end of year	\$ 11.65
<b>Total Return<sup>(d)</sup></b>	2.36%
<b>Ratios and Supplemental Data:</b>	
Net assets, end of year (000 omitted)	\$ 174,473
Ratio of expenses to average net assets <sup>(c)</sup>	1.16%
Ratio of expenses to average net assets excluding interest expense <sup>(c) (f)</sup>	1.16%
Ratio of net investment income (loss) to average net assets <sup>(a) (g)</sup>	0.34%
Portfolio turnover rate	163.54%

(a) Recognition of net investment income by the Fund is affected by the timing of the declaration of dividends by the underlying funds in which the Fund invests.

(b) The amount shown for a share outstanding throughout the year does not correspond with the change in aggregate gains and losses in the portfolio of securities during the year because of the timing of sales and purchases of fund shares in relation to fluctuating market values during the year.

(c) Rounds to less than \$0.005 per share.

(d) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of distributions.

(e) These ratios exclude the impact of expenses or other expenses refunded of the underlying funds in which the Fund invests as represented in the Schedule of Investments.

(f) These ratios do not include the effects of other expenses refunded by the underlying funds in which the Fund invests or line of credit interest expense and borrowing costs.

(g) This ratio is presented net of expenses and/or expenses refunded by the underlying funds in which the Fund invests.

*See accompanying notes which are an integral part of these financial statements.*

## SOUND MIND INVESTING FUND FINANCIAL HIGHLIGHTS

(For a share outstanding during each year) – (Continued)

For the Year Ended October 31, 2017	For the Year Ended October 31, 2016	For the Year Ended October 31, 2015	For the Year Ended October 31, 2014
\$ 10.30	\$ 11.76	\$ 13.94	\$ 14.47
(0.05)	0.01	(0.08)	(0.09)
<u>2.27</u>	<u>0.04<sup>(b)</sup></u>	<u>0.16</u>	<u>1.12</u>
<u>2.22</u>	<u>0.05</u>	<u>0.08</u>	<u>1.03</u>
—	—	(0.07)	(0.05)
<u>—</u>	<u>(1.51)</u>	<u>(2.19)</u>	<u>(1.51)</u>
<u>—</u>	<u>(1.51)</u>	<u>(2.26)</u>	<u>(1.56)</u>
<u>—<sup>(c)</sup></u>	<u>—<sup>(c)</sup></u>	<u>—<sup>(c)</sup></u>	<u>—<sup>(c)</sup></u>
<u>\$ 12.52</u>	<u>\$ 10.30</u>	<u>\$ 11.76</u>	<u>\$ 13.94</u>
21.55%	0.55%	0.16%	7.38%
\$ 196,564	\$ 194,678	\$ 227,339	\$ 282,670
1.15%	1.16%	1.14%	1.09%
1.15%	1.15%	1.13%	1.11%
(0.41)%	0.15%	(0.59)%	(0.64)%
176.40%	131.40%	216.17%	135.60%

*See accompanying notes which are an integral part of these financial statements.*

# SMI DYNAMIC ALLOCATION FUND

## FINANCIAL HIGHLIGHTS

(For a share outstanding during each year)

	<b>For the Year Ended October 31, 2018</b>
<b>Selected Per Share Data:</b>	
Net asset value, beginning of year .....	\$ 11.75
Income from investment operations:	
Net investment income <sup>(a)</sup> .....	0.18
Net realized and unrealized gain (loss) on investments .....	<u>(0.16)</u>
Total from investment operations .....	<u>0.02</u>
<b>Less distributions to shareholders from:</b>	
Net investment income .....	(0.11)
Net realized gains .....	<u>—</u>
Total distributions .....	<u>(0.11)</u>
Paid in capital from redemption fees .....	<u>—</u>
Net asset value, end of year .....	<u>\$ 11.66</u>
<b>Total Return<sup>(c)</sup> .....</b>	<b>0.15%</b>
<b>Ratios and Supplemental Data:</b>	
Net assets, end of year (000 omitted) .....	\$ 132,999
Ratio of expenses to average net assets <sup>(d)</sup> .....	1.16%
Ratio of expenses to average net assets excluding interest expense <sup>(d) (e)</sup> .....	1.16%
Ratio of net investment income to average net assets <sup>(a) (f)</sup> .....	1.45%
Portfolio turnover rate .....	61.28%

(a) Recognition of net investment income by the Fund is affected by the timing of the declaration of dividends by the underlying funds in which the Fund invests.

(b) Rounds to less than \$0.005 per share.

(c) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of distributions.

(d) These ratios exclude the impact of expenses of the underlying funds in which the Fund invests as represented in the Schedule of Investments.

(e) These ratios do not include the effects of other expenses refunded by the underlying funds in which the Fund invests or line of credit interest expense and borrowing costs.

(f) This ratio is presented net of expenses of the funds in which the Fund invests.

*See accompanying notes which are an integral part of these financial statements.*

## SMI DYNAMIC ALLOCATION FUND FINANCIAL HIGHLIGHTS

(For a share outstanding during each year) – (Continued)

For the Year Ended October 31, 2017	For the Year Ended October 31, 2016	For the Year Ended October 31, 2015	For the Year Ended October 31, 2014
\$ 10.92	\$ 10.99	\$ 11.81	\$ 10.95
0.07	0.09	0.19	0.23
<u>0.79</u>	<u>(0.02)</u>	<u>(0.69)</u>	<u>0.81</u>
<u>0.86</u>	<u>0.07</u>	<u>(0.50)</u>	<u>1.04</u>
(0.03)	(0.14)	(0.23)	(0.18)
<u>—</u>	<u>—</u>	<u>(0.09)</u>	<u>—</u>
<u>(0.03)</u>	<u>(0.14)</u>	<u>(0.32)</u>	<u>(0.18)</u>
<u>—<sup>(b)</sup></u>	<u>—<sup>(b)</sup></u>	<u>—<sup>(b)</sup></u>	<u>—<sup>(b)</sup></u>
<u>\$ 11.75</u>	<u>\$ 10.92</u>	<u>\$ 10.99</u>	<u>\$ 11.81</u>
7.87%	0.62%	(4.52)%	9.64%
\$ 162,002	\$ 180,404	\$ 197,539	\$ 147,003
1.16%	1.15%	1.15%	1.20%
1.15%	1.15%	1.15%	1.20%
0.57%	0.80%	1.62%	2.13%
247.10%	151.88%	248.18%	134.71%

*See accompanying notes which are an integral part of these financial statements.*

# SMI 50/40/10 FUND

## FINANCIAL HIGHLIGHTS

(For a share outstanding during each period)

	<b>For the Year Ended October 31, 2018</b>
<b>Selected Per Share Data:</b> <sup>(b)</sup>	
Net asset value, beginning of period	\$ 9.65
Income from investment operations:	
Net investment income (loss) <sup>(c)</sup>	0.10 <sup>(d)</sup>
Net realized and unrealized gain (loss) on investments	(0.04)
Total from investment operations	0.06
<b>Less distributions to shareholders from:</b>	
Net investment income	(0.11)
Net realized gains	(0.14)
Total distributions	(0.25)
Paid in capital from redemption fees	—
Net asset value, end of period	\$ 9.46
<b>Total Return</b> <sup>(b)(f)</sup>	0.36%
<b>Ratios and Supplemental Data:</b> <sup>(b)</sup>	
Net assets, end of period (000 omitted)	\$ 66,305
Ratio of expenses to average net assets <sup>(h)</sup>	1.24%
Ratio of expenses to average net assets excluding interest expense <sup>(h) (j)</sup>	1.23%
Ratio of expenses to average net assets before waiver and reimbursement <sup>(h)</sup>	1.39%
Ratio of net investment income (loss) to average net assets <sup>(c) (k)</sup>	1.03%
Portfolio turnover rate	155.28%

(a) For the period April 29, 2015 (commencement of operations) to October 31, 2015.

(b) As described in Note 1 of the Notes to the Financial Statements, the previous SMI 50/40/10 Fund (the “Predecessor Fund”) was reorganized into the SMI Conservative Allocation Fund as of the close of business, April 27, 2018 and subsequently renamed the SMI 50/40/10 Fund (the “Fund”). The Fund is the successor to the Predecessor Fund. The performance and financial information presented incorporates the operations of the Predecessor Fund, which, as a result of the reorganization, are the Fund’s operations. The per share amounts have been adjusted for a stock split that occurred on April 27, 2018.

(c) Recognition of net investment income by the Fund is affected by the timing of the declaration of dividends by the underlying funds in which the Fund invests.

(d) Per share net investment income has been determined on the basis of average shares outstanding during the year.

(e) Rounds to less than \$0.005 per share.

(f) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of distributions.

(g) Not annualized.

(h) These ratios exclude the impact of expenses of the underlying funds in which the Fund invests as represented in the Schedule of Investments.

(i) Annualized.

(j) These ratios do not include the effects of other expenses refunded by the underlying funds in which the Fund invests or line of credit interest expense and borrowing costs.

(k) This ratio is presented net of expenses of the funds in which the Fund invests.

*See accompanying notes which are an integral part of these financial statements.*

## SMI 50/40/10 FUND FINANCIAL HIGHLIGHTS

(For a share outstanding during each period) – (Continued)

For the Year Ended October 31, 2017	For the Year Ended October 31, 2016	For the Period Ended October 31, 2015 <sup>(a)</sup>
\$ 8.20	\$ 8.13	\$ 8.83
(0.01)	0.03	— <sup>(c)</sup>
1.49	0.08	(0.70)
1.48	0.11	(0.70)
(0.03)	(0.04)	—
—	—	—
(0.03)	(0.04)	—
— <sup>(e)</sup>	— <sup>(e)</sup>	— <sup>(e)</sup>
\$ 9.65	\$ 8.20	\$ 8.13
17.99%	1.44%	(8.00)% <sup>(g)</sup>
\$ 22,007	\$ 18,363	\$ 13,147
1.46%	1.45%	1.45% <sup>(i)</sup>
1.45%	1.45%	1.45% <sup>(i)</sup>
1.56%	1.76%	2.75% <sup>(i)</sup>
(0.17)%	0.30%	(0.09)% <sup>(i)</sup>
212.36%	146.24%	184.30% <sup>(g)</sup>

*See accompanying notes which are an integral part of these financial statements.*

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# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018

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### NOTE 1. ORGANIZATION

The Sound Mind Investing Fund (“SMI Fund”), SMI Dynamic Allocation Fund and SMI 50/40/10 Fund (formerly the SMI Conservative Allocation Fund) (each a “Fund” and collectively, the “Funds”) are each a diversified series of Valued Advisers Trust (the “Trust”). The Trust is a management investment company established under the laws of Delaware by an Agreement and Declaration of Trust dated June 13, 2008 (the “Trust Agreement”). The Trust Agreement permits the Trustees to issue an unlimited number of shares of beneficial interest of separate series without par value. Each Fund is one of a series of funds currently authorized by the Trustees. The investment adviser to the Funds is SMI Advisory Services, LLC (the “Adviser”). The SMI Fund seeks to provide long-term capital appreciation. The SMI Dynamic Allocation Fund and SMI 50/40/10 Fund seek total return.

Each of the Funds is a “fund-of-funds” in which each Fund may invest in other investment companies, including exchange-traded funds. For a discussion on the strategies employed by each of the Funds, please refer to page 3 of this report.

At the close of business on April 27, 2018, the SMI Conservative Allocation Fund was renamed the SMI 50/40/10 Fund and acquired all of the assets and assumed all of the liabilities of the previous SMI 50/40/10 Fund (the “Former 50/40/10 Fund” or “Accounting Survivor”), pursuant to an agreement and plan of reorganization approved by the Board of Trustees on December 12, 2017. The reorganization qualified as a tax-free reorganization for federal income tax purposes with no gain or loss recognized to the Funds or their shareholders. The SMI 50/40/10 Fund is considered the surviving entity for tax purposes.

The acquisition was accomplished by a tax-free exchange of 2,169,930 shares of the Former 50/40/10 Fund (valued at \$23,793,687) for 2,456,576 shares of the SMI Conservative Allocation Fund on April 27, 2018. Upon completion of this exchange, the SMI Conservative Allocation Fund changed its name to the SMI 50/40/10 Fund and assumed the accounting and performance history of the Former 50/40/10 Fund along with adopting the investment strategies that were employed by the Former 50/40/10 Fund. For financial reporting purposes, assets received and shares issued by the SMI Conservative Allocation Fund were recorded at fair value, however, the identified cost of the investments received from the Former 50/40/10 Fund were carried forward to align ongoing reporting for the Accounting Survivor’s realized and unrealized gains and losses with amounts distributable to shareholders for tax purposes. The aggregate net assets and shares outstanding of the SMI Conservative Allocation Fund immediately before the acquisition were \$13,307,786 and 1,373,960, respectively, including \$837,960 of unrealized appreciation. The aggregate net assets of the Former 50/40/10 Fund at April 27, 2018 of \$23,793,687 including market of securities of \$23,795,291 which includes \$2,713,961 of unrealized appreciation, were combined with those of the SMI Conservative Allocation Fund, resulting in combined aggregate net assets of \$37,101,473.



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# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

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### NOTE 1. ORGANIZATION – (Continued)

Assuming the acquisition had been completed on November 1, 2017, the beginning of the annual reporting period of the Accounting Survivor, the pro forma results of operations for the fiscal year ended October 31, 2018, were as follows:

Net investment income	\$ 629,809
Net realized and change in unrealized loss on investments	(2,541,556)
Net decrease in net assets resulting from operations	<u>\$ (1,911,747)</u>

Because the combined investment portfolios have been managed as a single integrated portfolio since the acquisition was completed, it is not practicable to separate the amounts of revenue and earnings of the SMI Conservative Allocation Fund that have been included in the Accounting Survivor’s statement of operations since April 27, 2018.

Due to the reorganization on April 27, 2018, the number of outstanding shares of the Former SMI 50/40/10 Fund increased by a factor of 1.132099; and since the Predecessor Fund’s total number of shares outstanding increased, the net asset value decreased. The reorganization did not affect the value of the Predecessor Fund’s net assets or each shareholder’s proportional ownership interest in those assets. The historical share transactions presented in the Statements of Changes in Net Assets and per share data presented in the Financial Highlights have been adjusted for periods prior to April 27, 2018 as a result.

### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The Funds are investment companies and follow accounting and reporting guidance under Financial Accounting Standards Board Accounting Standards Codification (“ASC”) Topic 946, “Financial Services-Investment Companies”. The following is a summary of significant accounting policies followed by the Funds in the preparation of their financial statements. These policies are in conformity with the generally accepted accounting principles in the United States of America (“GAAP”).

*Estimates* – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

*Federal Income Taxes* – The Funds make no provision for federal income or excise tax. Each Fund has qualified and intends to qualify each year as a regulated investment company (“RIC”) under subchapter M of the Internal Revenue Code of 1986, as amended, by complying with the requirements applicable to RICs and by distributing substantially all of its taxable income. Each Fund also intends to distribute sufficient net

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## SMI FUNDS

### NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

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#### **NOTE 2. SIGNIFICANT ACCOUNTING POLICIES – (Continued)**

investment income and net capital gains, if any, so that it will not be subject to excise tax on undistributed income and gains. If the required amount of net investment income or gains is not distributed, the Fund could incur a tax expense.

As of and during the fiscal year ended October 31, 2018, the Funds did not have a liability for any unrecognized tax benefits. The Funds recognize interest and penalties, if any, related to unrecognized tax benefits as income tax expense on the statements of operations when incurred. During the fiscal year ended October 31, 2018, the Funds did not incur any interest or penalties. Management of the Funds has reviewed tax positions taken in tax years that remain subject to examination by all major tax jurisdictions, including federal (i.e., the last three tax year ends and the interim tax period since then, as applicable). Management believes that there is no tax liability resulting from unrecognized tax benefits related to uncertain tax positions taken.

*Expenses* – Expenses incurred by the Trust that do not relate to a specific fund of the Trust are allocated to the individual funds based on each fund’s relative net assets or another appropriate basis (as determined by the Board).

*Security Transactions and Related Income* – The Funds follow industry practice and record security transactions on the trade date for financial reporting purposes. The specific identification method is used for determining gains or losses for financial statement and income tax purposes. Dividend income is recorded on the ex-dividend date and interest income is recorded on an accrual basis. Discounts and premiums on securities purchased are accreted or amortized using the effective interest method, if applicable. Withholding taxes on foreign dividends have been provided for in accordance with the Funds’ understanding of the applicable country’s tax rules and rates.

*Dividends and Distributions* – Each Fund intends to distribute its net investment income and net realized long-term and short-term capital gains, if any, at least annually. Dividends and distributions to shareholders, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date. The treatment for financial reporting purposes of distributions made to shareholders during the period from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused primarily by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax purposes. Where such differences are permanent in nature, they are reclassified in the components of the net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations or net asset value (“NAV”) per share of the Funds.

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## SMI FUNDS

### NOTES TO THE FINANCIAL STATEMENTS

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October 31, 2018 – (Continued)

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#### NOTE 2. SIGNIFICANT ACCOUNTING POLICIES – (Continued)

For the fiscal year ended October 31, 2018, the Funds made the following reclassifications to increase (decrease) the components of net assets:

Fund	Paid-In Capital	Accumulated Earnings
SMI Dynamic Allocation Fund	\$ (183)	\$ 183
SMI 50/40/10 Fund	1	(1)

#### NOTE 3. SECURITIES VALUATION AND FAIR VALUE MEASUREMENTS

All investments in securities are recorded at their estimated fair value. Fair value is defined as the price that a Fund would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. GAAP establishes a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes.

Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk (the risk inherent in a particular valuation technique used to measure fair value including a pricing model and/or the risk inherent in the inputs to the valuation technique). Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained and available from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

Various inputs are used in determining the value of the Funds' investments. These inputs are summarized in the three broad levels listed below.

- Level 1 – unadjusted quoted prices in active markets for identical investments and/or registered investment companies where the value per share is determined and published and is the basis for current transactions for identical assets or liabilities at the valuation date
- Level 2 – other significant observable inputs (including, but not limited to, quoted prices for an identical security in an inactive market, quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Funds' own assumptions in determining fair value of investments based on the best information available)

# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

### NOTE 3. SECURITIES VALUATION AND FAIR VALUE MEASUREMENTS – (Continued)

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy which is reported, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Equity securities that are traded on any stock exchange are generally valued at the last quoted sale price on the security’s primary exchange. Lacking a last sale price, an exchange-traded security is generally valued at its last bid price. Securities traded in the NASDAQ over-the-counter market are generally valued at the NASDAQ Official Closing Price. When using the market quotations and when the market is considered active, the security is classified as a Level 1 security. In the event that market quotations are not readily available or are considered unreliable due to market or other events, the Fund values its securities and other assets at fair value in accordance with policies established by and under the general supervision of the Board. Under these policies, the securities will be classified as Level 2 or 3 within the fair value hierarchy, depending on the inputs used.

Investments in mutual funds, including money market mutual funds, are generally priced at the ending NAV. These securities are categorized as Level 1 securities. In the event that the ending NAV for a mutual fund is unavailable at the end of day pricing time, the Adviser may, in accordance with the Trust’s valuation policies, consider all appropriate factors in determining the fair value of the mutual fund. In such cases the security will generally be categorized as a Level 2 security.

In accordance with the Trust’s valuation policies, the Adviser is required to consider all appropriate factors relevant to the value of securities for which it has determined other pricing sources are not available or reliable as described above. No single method exists for determining fair value, because fair value depends upon the circumstances of each individual case. As a general principle, the current fair value of a security being valued by the Adviser would be the amount that the Fund might reasonably expect to receive upon the current sale. Methods that are in accordance with this principle may, for example, be based on (i) a multiple of earnings; (ii) a discount from market prices of a similar freely traded security (including a derivative security or a basket of securities traded on other markets, exchanges or among dealers); or (iii) yield to maturity with respect to debt issues, or a combination of these and other methods. Fair-value pricing is permitted if, in the Adviser’s opinion, the validity of market quotations appears to be questionable based on factors such as evidence of a thin market in the security based on a small number of quotations, a significant event occurs after the close of a market but before a Fund’s NAV calculation that may affect a security’s value, or the Adviser is aware of any other data that calls into question the reliability of market quotations.

SMI Fund	Valuation Inputs			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 148,963,260	\$ 18,461	\$ —	\$ 148,981,721
Exchange-Traded Funds	16,448,493	—	—	16,448,493
Money Market Funds	10,665,550	—	—	10,665,550
Total	\$ 176,077,303	\$ 18,461	\$ —	\$ 176,095,764

# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

### NOTE 3. SECURITIES VALUATION AND FAIR VALUE MEASUREMENTS – (Continued)

SMI Dynamic Allocation Fund	Valuation Inputs			
	Level 1	Level 2	Level 3	Total
Exchange-Traded Funds	\$ 89,587,319	\$ —	\$ —	\$ 89,587,319
Money Market Funds	43,617,625	—	—	43,617,625
Total	\$ 133,204,944	\$ —	\$ —	\$ 133,204,944

SMI 50/40/10 Fund	Valuation Inputs			
	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 22,994,653	\$ —	\$ —	\$ 22,994,653
Exchange-Traded Funds	31,897,911	—	—	31,897,911
Money Market Funds	11,437,008	—	—	11,437,008
Total	\$ 66,329,572	\$ —	\$ —	\$ 66,329,572

### NOTE 4. FEES AND OTHER TRANSACTIONS WITH AFFILIATES

Under the terms of the investment advisory agreement with respect to each Fund (the “Advisory Agreements”), the Adviser is responsible for managing each Fund’s investments. As compensation for its management services, each Fund is obligated to pay the Adviser a fee based on the Fund’s average daily net assets as follows:

Fund Assets	SMI Fund Management Fee	SMI Dynamic Allocation Fund Management Fee	SMI 50/40/10 Fund Management Fee
\$1 – \$100 million	1.00%	1.00%	0.90%
\$100,000,001 – \$250 million	1.00%	1.00%	0.80%
\$250,000,001 to \$500 million	0.90%	0.90%	0.70%
Over \$500 million	0.80%	0.80%	0.60%
Management fees earned	\$ 1,937,839	\$ 1,501,667	\$ 403,566
Fees waived by Adviser	—	—	(66,696)

Management fees for the Former 50/40/10 Fund were 1.00% for the first \$250 million in average daily net assets, 0.90% for the next \$250 million in average daily net assets and 0.80% for average daily net assets over \$500 million, prior to April 30, 2018. Management fees earned and fees waived by the Adviser on the SMI 50/40/10 Fund, for the period prior to April 30, 2018 reflect those of the Former 50/40/10 Fund.

The Adviser contractually has agreed to waive its management fee and reimburse certain operating expenses, but only to the extent necessary so that each Fund’s total annual operating expenses (excluding interest, taxes, brokerage commissions, other expenses which are capitalized in accordance with GAAP, extraordinary

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## SMI FUNDS NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

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### NOTE 4. FEES AND OTHER TRANSACTIONS WITH AFFILIATES – (Continued)

expenses, dividend expense on short sales, 12b-1 fees, and acquired fund fees and expenses) do not exceed 1.50% of the Fund's average daily net assets with respect to the SMI Fund, 1.45% with respect to the SMI Dynamic Allocation Fund, and 1.15% with respect to the SMI 50/40/10 Fund. The contractual arrangement for the SMI Fund and the SMI Dynamic Allocation Fund is in place through February 28, 2019. The contractual arrangement for the SMI 50/40/10 Fund is in place through February 29, 2020. Prior to April 30, 2018, the Former 50/40/10 Fund's expenses were limited to 1.45% of its average daily net assets.

Each fee waiver or expense reimbursement by the Adviser is subject to repayment by the applicable Fund within the three years following the date in which that particular waiver or expense reimbursement occurred, provided that such Fund is able to make the repayment without exceeding the expense limitation that is in effect at the repayment or at the time of the waiver or expense reimbursement, whichever is lower.

As of October 31, 2018, the Adviser may seek repayment of investment advisory fee waivers and expense reimbursements of \$217,606 from SMI 50/40/10 Fund, pursuant to the aforementioned conditions, no later than October 31, 2021.

The Trust retains Ultimus Fund Solutions, LLC (“Ultimus” or “Administrator”), to provide the Funds with administration, compliance, fund accounting, and transfer agent services, including all regulatory reporting. Prior to April 12, 2018, Ultimus Asset Services, LLC, an affiliate of the Administrator, provided these services. Expenses incurred by the Funds for these services are allocated to the individual Funds based on each Fund's relative net assets.

The officers and one trustee of the Trust are members of management and/or employees of the Administrator. Unified Financial Securities, LLC (the “Distributor”) acts as the principal distributor of the Funds' shares.

For the fiscal year ended October 31, 2018, fees for administration, compliance, fund accounting, and transfer agent services, and amounts due to the Administrator at October 31, 2018 were as follows:

	<u>SMI Fund</u>	<u>SMI Dynamic Allocation Fund</u>	<u>SMI 50/40/10 Fund</u>
Administration	\$ 48,000	\$ 37,136	\$ 10,872
Compliance expenses	8,100	8,100	8,156
Fund accounting	26,662	20,625	6,047
Transfer agent	29,406	12,152	9,191
Payable to Administrator	9,382	5,992	4,035

There were no payments made to the Distributor by the Funds for the fiscal year ended October 31, 2018.

# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

### NOTE 5. INVESTMENTS

	SMI Fund	SMI Dynamic Allocation Fund	SMI 50/40/10 Fund
<b>Purchases</b>	\$ 313,130,460	\$ 82,541,388	\$ 85,061,873
<b>Sales</b>	\$ 343,669,560	\$ 150,608,245	\$ 62,552,745

There were no purchases or sales of long-term U.S. government obligations during the fiscal year ended October 31, 2018.

### NOTE 6. LINE OF CREDIT

During the fiscal year ended October 31, 2018, the Trust, on behalf of the Funds, entered into in a short-term credit agreement (“Line of Credit”) with Huntington National Bank (“Huntington”), expiring on February 1, 2019. Under the terms of the agreement, each of the Funds may borrow up to the lesser of 10% of a Fund’s daily market value or \$5 million at an interest rate equal to the London Interbank Offered Rate (“LIBOR”) plus 150 basis points, 3.79% as of October 31, 2018. The purpose of the agreement is to meet temporary or emergency cash needs, including redemption requests that might otherwise require the untimely disposition of securities. Huntington receives an annual facility fee of 0.125% on \$5 million as well as an additional annual fee of 0.125% on any unused portion of the credit facility, invoiced quarterly, for providing the Line of Credit. The Funds will not borrow money, except (a) from a bank, provided that immediately after such borrowing there is an asset coverage of 300% for all borrowings of a Fund; or (b) from a bank or other persons for temporary purposes only, provided that such temporary borrowings are in an amount not exceeding 5% of a Fund’s total assets at the time when the borrowing is made. To the extent that the line of credit is utilized, it will be collateralized by securities in the Funds’ portfolios.

As of October 31, 2018, the Funds had no outstanding borrowings under this Line of Credit.

Fund	Average Daily Loan Balance(a)	Weighted Average Interest Rate(a)	Number of Days Outstanding(b)	Interest Expense Accrued	Maximum Loan Outstanding
SMI Fund	\$ 667,857	3.15%	42	\$ 2,347	\$ 2,150,000
SMI Dynamic Allocation Fund	438,265	3.35%	49	2,113	1,500,000
SMI 50/40/10 Fund	297,222	3.01%	9	346	1,050,000

(a) Averages based on the number of days outstanding.

(b) Number of Days Outstanding represents the total days during the fiscal year ended October 31, 2018, that a Fund utilized the Line of Credit.

## SMI FUNDS

### NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

#### NOTE 7. FEDERAL TAX INFORMATION

At October 31, 2018, the net unrealized appreciation (depreciation) of investments for tax purposes was as follows:

	<u>SMI Fund</u>	<u>SMI Dynamic Allocation Fund</u>	<u>SMI 50/40/10 Fund</u>
Gross unrealized appreciation	\$ 4,064,082	\$ 10,208,843	\$ 1,267,759
Gross unrealized depreciation	<u>(8,697,372)</u>	<u>(392,760)</u>	<u>(2,349,971)</u>
Net unrealized appreciation/(depreciation) on investments	<u>\$ (4,633,290)</u>	<u>\$ 9,816,083</u>	<u>\$ (1,082,212)</u>
Tax cost of investments	<u>\$ 180,729,054</u>	<u>\$ 123,388,861</u>	<u>\$ 67,411,784</u>

The tax character of distributions for the fiscal years ended October 31, 2018 and October 31, 2017 were as follows:

	<u>SMI Fund</u>		<u>SMI Dynamic Allocation Fund</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Distributions paid from:(a)				
Ordinary income	\$ 7,389,940	\$ —	\$ 1,496,250	\$ 414,783
Long-term capital gains	<u>10,540,374</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total taxable distributions paid	<u>\$ 17,930,314</u>	<u>\$ —</u>	<u>\$ 1,496,250</u>	<u>\$ 414,783</u>
			<u>SMI 50/40/10 Fund</u>	
			<u>2018(b)</u>	<u>2017(b)</u>
Distributions paid from:(a)				
Ordinary income			\$ 170,633	\$ 149,639
Total taxable distributions paid			<u>\$ 170,633</u>	<u>\$ 149,639</u>

(a) For federal income tax purposes, distributions of short-term capital gains are treated as ordinary income distributions.

(b) Distribution amounts for 2018 and 2017 reflect those of the tax survivor.



# SMI FUNDS

## NOTES TO THE FINANCIAL STATEMENTS

October 31, 2018 – (Continued)

### NOTE 7. FEDERAL TAX INFORMATION – (Continued)

At October 31, 2018, the components of distributable earnings (accumulated losses) on a tax basis was as follows:

	SMI Fund	SMI Dynamic Allocation Fund	SMI 50/40/10 Fund
Undistributed ordinary income	\$ 8,110,692	\$ 1,261,503	\$ 161,691
Undistributed long-term capital gains	23,576,043	—	1,640,661
Accumulated capital and other losses	—	(5,212,190)	(571,453)
Unrealized appreciation (depreciation)	(4,633,290)	9,816,083	(1,082,212)
	<u>\$ 27,053,445</u>	<u>\$ 5,865,396</u>	<u>\$ 148,687</u>

At October 31, 2018, the difference between book basis and tax basis unrealized appreciation (depreciation) is attributable to the tax deferral of losses on wash sales.

At October 31, 2018, the following Funds had net capital loss carryforwards which are available to offset future net capital gains, if any:

	SMI Dynamic Allocation Fund		SMI 50/40/10 Fund	
	Short-Term	Long-Term	Short-Term	Long-Term
Non-Expiring	\$ 5,212,190	\$ —	\$ 569,912	\$ 1,541

Capital loss carryforwards are available to offset future realized capital gains and thereby reduce further taxable gain distributions. As a result of the reorganization, the SMI 50/40/10 Fund's capital loss forward usage may be limited during a fiscal year. During the fiscal year ended October 31, 2018, the SMI Dynamic Allocation Fund and SMI 50/40/10 Fund utilized \$6,898,032 and \$280,374, respectively of their capital loss carryforwards.

### NOTE 8. COMMITMENTS AND CONTINGENCIES

The Trust indemnifies its officers and trustees for certain liabilities that may arise from their performance of their duties to the Trust or the Funds. Additionally, in the normal course of business, the Trust enters into contracts that contain a variety of representations and warranties which provide general indemnifications. The Trust's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Trust that have not yet occurred.

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## **SMI FUNDS**

### **NOTES TO THE FINANCIAL STATEMENTS**

October 31, 2018 – (Continued)

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#### **NOTE 9. RECENT ACCOUNTING PRONOUNCEMENT**

In August 2018, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) 2018-13, which changes the fair value measurement disclosure requirements of FASB Accounting Standards Codification Topic 820, Fair Value Measurement. The update to Topic 820 includes new, eliminated, and modified disclosure requirements. ASU 2018-13 is effective for fiscal years beginning after December 15, 2019, including interim periods, although early adoption is permitted. Management has evaluated the implications of certain provisions of ASU 2018-13 and has determined to early adopt all aspects related to the removal and modification of certain fair value measurement disclosures under the ASU effective immediately.

#### **NOTE 10. SUBSEQUENT EVENT**

Management of the Funds has evaluated the need for disclosures and/or adjustments resulting from subsequent events through the date these financial statements were issued. Based upon this evaluation, management has determined there were no items requiring adjustment of the financial statements or additional disclosure.

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## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

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To the Shareholders of Sound Mind Investing Fund, SMI Dynamic Allocation Fund, and  
SMI 50/40/10 Fund and  
Board of Trustees of Valued Advisers Trust

### **Opinion on the Financial Statements**

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Sound Mind Investing Fund, SMI Dynamic Allocation Fund, and SMI 50/40/10 Fund (the “Funds”), each a series of Valued Advisers Trust, as of October 31, 2018, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, including the related notes, and the financial highlights for each of the periods indicated in the period then ended (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Funds as of October 31, 2018, the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended, and the financial highlights for each of the periods indicated in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

These financial statements are the responsibility of the Funds’ management. Our responsibility is to express an opinion on the Funds’ financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and confirmation of securities owned as of October 31, 2018, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. Our audits also include evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as the auditor of one or more investment companies within the family of funds since 2006.

COHEN & COMPANY, LTD.  
Cleveland, Ohio  
December 21, 2018

## SUMMARY OF FUND EXPENSES – (Unaudited)

As a shareholder of one of the Funds, you incur two types of costs: (1) transaction costs and (2) ongoing costs, including management fees; and other Fund expenses. These examples are intended to help you understand your ongoing costs (in dollars) of investing in each Fund and to compare these costs with the ongoing costs of investing in other mutual funds. Each Fund’s example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from May 1, 2018 through October 31, 2018.

### Actual Expenses

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the second line of the table below is useful in comparing ongoing costs only and will not help you determine the relative costs of owning different funds. In addition, if transaction costs were included, your costs would have been higher.

	<b>Beginning Account Value <u>May 1, 2018</u></b>	<b>Ending Account Value <u>October 31, 2018</u></b>	<b>Expenses Paid During Period(a)</b>	<b>Annualized Expense Ratio</b>
<b>SMI FUND</b>				
Actual	\$1,000.00	\$ 976.50	\$5.84	1.17%
Hypothetical(b)	\$1,000.00	\$1,019.29	\$5.97	1.17%
<b>SMI DYNAMIC ALLOCATION FUND</b>				
Actual	\$1,000.00	\$ 994.00	\$5.94	1.18%
Hypothetical(b)	\$1,000.00	\$1,019.26	\$6.01	1.18%

## SUMMARY OF FUND EXPENSES – (Unaudited), (Continued)

	<u>Beginning Account Value May 1, 2018</u>	<u>Ending Account Value October 31, 2018</u>	<u>Expenses Paid During Period(a)</u>	<u>Annualized Expense Ratio</u>
<b>SMI 50/40/10 FUND</b>				
Actual	\$1,000.00	\$ 982.30	\$5.76	1.15%
Hypothetical(b)	\$1,000.00	\$1,019.37	\$5.87	1.15%

(a) Expenses are equal to the Fund's annualized expense ratios, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

(b) Hypothetical assumes 5% annual return before expenses.

## ADDITIONAL FEDERAL INCOME TAX INFORMATION (Unaudited)

The Form 1099-DIV you receive in January 2019 will show the tax status of all distributions paid to your account in calendar year 2018. Shareholders are advised to consult their own tax adviser with respect to the tax consequences of their investment in a Fund. As required by the Internal Revenue Code and/or regulations, shareholders must be notified regarding the status of qualified dividend income for individuals and the dividends received deduction for corporations.

**Qualified Dividend Income.** The SMI Fund, SMI Dynamic Allocation Fund and SMI 50/40/10 Fund designates approximately 18%, 100% and 72% respectively, or up to the maximum amount of such dividends allowable pursuant to the Internal Revenue Code, as qualified dividend income eligible for a reduced tax rate.

**Dividends Received Deduction.** Corporate shareholders are generally entitled to take the dividends received deduction on the portion of the Funds' dividend distribution that qualifies under tax law. For the SMI Fund, SMI Dynamic Allocation Fund and SMI 50/40/10 Fund's calendar year 2018 ordinary income dividends, 50%, 67% and 61% qualifies for the corporate dividends received deduction.

For the year ended October 31, 2018, the SMI Fund designated \$10,540,374 as 20% long-term capital gain distributions.

## TRUSTEES AND OFFICERS – (Unaudited)

The Board of Trustees supervises the business activities of the Trust. Each Trustee serves as a trustee until termination of the Trust unless the Trustee dies, resigns, retires or is removed.

The following table provides information regarding each of the Independent Trustees.

Name, Address*, Age, Position with Trust**, Term of Position with Trust	Principal Occupation During Past 5 Years and Other Directorships	Other Directorships
<b>Andrea N. Mullins, 51</b> Independent Trustee Since December 2013  Chairperson since March 2017	<b>Current:</b> Private investor; Independent Contractor, SWM Advisors (since April 2014).	None.
<b>Ira P. Cohen, 59</b> Independent Trustee Since June 2010	<b>Current:</b> Independent financial services consultant (since February 2005); Executive Vice President of Asset Management Services, Recognos Financial (since August 2015).	Trustee and Audit Committee Chairman, Griffin Institutional Access Credit Fund (since January 2017); Trustee and Audit Committee Chairman, Griffin Institutional Real Estate Access Fund (since May 2014); Trustee, Angel Oak Funds Trust (since October 2014); Trustee, Chairman, and Nominating and Governance Committee Chairman, Angel Oak Strategic Credit Fund (since December 2017).

\* The address for each Trustee and officer is 225 Pictoria Drive, Suite 450, Cincinnati, Ohio 45246.

\*\* As of the date of this report, the Trust consists of 11 series.

The following table provides information regarding the Trustee who is considered an “interested person” of the Trust, as that term is defined under the 1940 Act. Based on the experience of the Trustee, the Trust concluded that the individual described below should serve as a Trustee.

Name, Address*, Age, Position with Trust**, Term of Position with Trust	Principal Occupation During Past 5 Years	Other Directorships
<b>Mark J. Seger, 56</b> Trustee Since March 2017	<b>Current:</b> Managing Director and Co-Chief Executive Officer of Ultimus Fund Solutions, LLC (since 1999)	None.

\* The address for each Trustee and officer is 225 Pictoria Drive, Suite 450, Cincinnati, Ohio 45246.

\*\* As of the date of this report, the Trust consists of 11 series.

## TRUSTEES AND OFFICERS – (Unaudited), (Continued)

The following table provides information regarding the Officers of the Trust:

Name, Address*, Age, Position with Trust**, Term of Position with Trust	Principal Occupation During Past 5 Years	Other Directorships
<b>Adam T. Kornegay</b> , 33 Principal Executive Officer and President Since April 2018	<b>Current:</b> Vice President, Business Development Director, Ultimus Fund Solutions, LLC (since March 2015).  <b>Previous:</b> Vice President, Citigroup, Inc. (July 2009 to February 2015).	None.
<b>Bryan W. Ashmus</b> , 45 Principal Financial Officer and Treasurer Since December 2013	<b>Current:</b> Vice President and Director of Financial Administration, Ultimus Fund Solutions, LLC (since December 2015).  <b>Previous:</b> Vice President and Manager of Financial Administration, Huntington Asset Services, Inc. (n/k/a Ultimus Asset Services, LLC) (September 2013 to December 2015).	None.
<b>Brandon R. Kipp</b> , 35 Chief Compliance Officer Since October 2017	<b>Current:</b> Senior Fund Compliance Officer, Ultimus Fund Solutions, LLC (since July 2017)  <b>Previous:</b> Assistant Vice President and Compliance Manager, UMB Fund Services, Inc. (March 2014 to July 2017); Officer and Lead Fund Administrator, UMB Fund Services, Inc. (May 2012 to March 2014).	None.
<b>Carol J. Highsmith</b> , 54 Vice President Since August 2008  Secretary Since March 2014	<b>Current:</b> Assistant Vice President, Ultimus Fund Solutions, LLC (since December 2015).  <b>Previous:</b> Employed in various positions with Huntington Asset Services, Inc. (n/k/a Ultimus Asset Services, LLC) (November 1994 to December 2015), most recently Vice President of Legal Administration (2005 to December 2015).	None.

\* The address for each Trustee and officer is 225 Pictoria Drive, Suite 450, Cincinnati, Ohio 45246.

\*\* As of the date of this report, the Trust consists of 11 series.

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## **OTHER INFORMATION – (Unaudited)**

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The Funds' Statement of Additional Information ("SAI") includes additional information about the trustees and is available without charge, upon request. You may call toll-free at (877) 764-3863 to request a copy of the SAI or to make shareholder inquiries.



# FACTS

## WHAT DOES VALUED ADVISERS TRUST DO WITH YOUR PERSONAL INFORMATION?

### Why?

Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.

### What?

The types of personal information we collect and share depend on the product or service you have with us. This information can include:

- Social Security number
- account balances and account transactions
- account transactions, transaction or loss history and purchase history
- checking account information and wire transfer instructions

When you are *no longer* our customer, we continue to share your information as described in this notice.

### How?

All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons Valued Advisers Trust chooses to share; and whether you can limit this sharing.

Reasons we can share your personal information	Does Valued Advisers Trust share?
<b>For our everyday business purposes—</b> such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	<b>Yes</b>
<b>For our marketing purposes—</b> to offer our products and services to you	<b>Yes</b>
<b>For joint marketing with other financial companies</b>	<b>No</b>
<b>For our affiliates' everyday business purposes—</b> information about your transactions and experiences	<b>No</b>
<b>For our affiliates' everyday business purposes—</b> information about your creditworthiness	<b>No</b>
<b>For nonaffiliates to market to you</b>	<b>No</b>

### Questions?

Call 1-877-764-3863

Who we are	
Who is providing this notice?	Valued Advisers Trust
What we do	
How does Valued Advisers Trust protect my personal information?	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
How does Valued Advisers Trust collect my personal information?	We collect your personal information, for example, when you <ul style="list-style-type: none"> <li>• open an account or deposit money</li> <li>• buy securities from us or sell securities to us</li> <li>• make deposits or withdrawals from your account or provide account information</li> <li>• give us your account information</li> <li>• make a wire transfer</li> <li>• tell us who receives the money</li> <li>• tell us where to send the money</li> <li>• show your government-issued ID</li> <li>• show your driver's license</li> </ul>
Why can't I limit all sharing?	Federal law gives you the right to limit only <ul style="list-style-type: none"> <li>• sharing for affiliates' everyday business purposes—information about your creditworthiness</li> <li>• affiliates from using your information to market to you</li> <li>• sharing for nonaffiliates to market to you</li> </ul> State laws and individual companies may give you additional rights to limit sharing.
Definitions	
Affiliates	Companies related by common ownership or control. They can be financial and nonfinancial companies.
Nonaffiliates	Companies not related by common ownership or control. They can be financial and nonfinancial companies. <ul style="list-style-type: none"> <li>• <b>Valued Advisers Trust does not share your personal information with nonaffiliates so they can market to you.</b></li> </ul>
Joint marketing	A formal agreement between nonaffiliated financial companies that together market financial products or services to you. <ul style="list-style-type: none"> <li>• <b>Valued Advisers Trust doesn't jointly market financial products or services to you.</b></li> </ul>

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## PROXY VOTING

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A description of the policies and procedures that each Fund uses to determine how to vote proxies relating to portfolio securities and information regarding how each Fund voted those proxies during the most recent twelve month period ended June 30 is available without charge upon request by (1) calling the Funds at (877) 764-3863 and (2) from Fund documents filed with the Securities and Exchange Commission (“SEC”) on the SEC’s website at [www.sec.gov](http://www.sec.gov).

### **TRUSTEES**

Andrea N. Mullins, Chairperson  
Ira P. Cohen  
Mark J. Seger

### **OFFICERS**

Adam T. Kornegay, Principal Executive  
Officer and President  
Bryan W. Ashmus, Principal Financial  
Officer and Treasurer  
Brandon R. Kipp, Chief Compliance Officer  
Carol J. Highsmith, Vice President and Secretary

### **INVESTMENT ADVISER**

SMI Advisory Services, LLC  
4400 Ray Boll Blvd.  
Columbus, IN 47203

### **DISTRIBUTOR**

Unified Financial Securities, LLC  
9465 Counselors Row, Suite 200  
Indianapolis, IN 46240

### **INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

Cohen & Company, Ltd.  
1350 Euclid Avenue, Suite 800  
Cleveland, OH 44115

### **LEGAL COUNSEL**

Stradley Ronon Stevens & Young, LLP  
2005 Market Street, Suite 2600  
Philadelphia, PA 19103

### **CUSTODIAN**

Huntington National Bank  
41 South High Street  
Columbus, OH 43215

### **ADMINISTRATOR, TRANSFER AGENT AND FUND ACCOUNTANT**

Ultimus Fund Solutions, LLC  
225 Pictoria Drive, Suite 450  
Cincinnati, OH 45246

This report is intended only for the information of shareholders or those who have received the Funds’ prospectus which contains information about each Fund’s management fee and expenses. Please read the prospectus carefully before investing.

Distributed by Unified Financial Securities, LLC  
Member FINRA/SIPC



# SMI FUNDS

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**SOUND MIND  
INVESTING FUND  
(SMIFX)**

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**SMI DYNAMIC  
ALLOCATION FUND  
(SMIDX)**

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**SMI 50/40/10 FUND  
(SMILX)**

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**ANNUAL REPORT**

**OCTOBER 31, 2018**

Funds' Adviser:  
SMI Advisory Services, LLC  
4400 Ray Boll Blvd.  
Columbus, IN 47203

(877) 764-3863  
(877) SMI-FUND  
[www.smifund.com](http://www.smifund.com)