



RiverPark Long/Short Opportunity Fund (RLSIX / RLSFX)

Overview

Investment Philosophy

The RiverPark Long/Short Opportunity Fund seeks long-term capital appreciation while managing downside volatility by investing long in equity securities that RiverPark Advisors, LLC, the Fund's investment adviser, believes have above-average growth prospects and selling short equity securities the Adviser believes are competitively disadvantaged over the long term. The Fund expects to invest primarily in the securities of U.S. companies, but it may also invest outside the U.S. The Fund is an opportunistic long/short investment fund. The Fund's investment goal is to achieve above average rates of return with less volatility and less downside risk as compared to U.S. equity markets.

The Fund will normally leverage its long positions by 15-30% and maintain a short book of between 40%-70% of its equity. The gross and net exposure will typically range between 130% - 200% and 30%-70% respectively. Additionally the fund will use derivatives, mostly options, to opportunistically enhance its returns and protect capital.

RiverPark's investment philosophy is based on the following key ideas:

- Secular trends create high conviction investment opportunities.
- Long-term fundamental research is required to identify industries and companies affected by that change.
- Growth stocks with best-in-class management teams can produce dramatic long-term returns.
- Sunset businesses¹ often face multi-year declines in market value.
- Time horizon arbitrage and short-term volatility often create compelling entry/exit opportunities.
- Invest patiently with conviction and discipline.
- Manage exposure with the goal to control market risk and protect capital.

¹ We refer to "sunset" industries as those that have, in our opinion, lost their competitive advantage, have their peak profits behind them, and/or have management teams whose strategic focus is misplaced.



Research and Screening Process:

The RiverPark team employs a disciplined five-step investment process in order to implement its long/short strategy. First, RiverPark identifies the powerful secular changes in society with the aim to identify those companies that should be affected by these changes, positively and negatively, and are poised for a significant long-term change in value. Although individual company research is the key to the process, RiverPark directs that company-specific research toward a handful of high conviction secular trends and themes that the companies it is researching can take advantage of or are being disaggregated by. Second, RiverPark focuses on the industries that are being most positively and negatively impacted by these trends, researching a market's size and growth, competitive dynamics and regulatory environment. It then identifies specific themes that it believes to be investable on both the long and short side of the portfolio. Third, RiverPark does a deep dive into company-specific business models. This step – researching the specific and individual characteristics of each investment – is where the firm spends the vast majority of its time and energy. RiverPark builds proprietary, detailed financial models to assess revenue trends, incremental margins, returns on capital, and returns on equity to determine the excess free cash generation or destruction that it expects over the long-term. RiverPark focuses on the next five years, rather than the next few quarters. Fourth, and most critically, RiverPark assesses the quality of the management teams it will invest alongside or against. RiverPark evaluates their reputation, their incentives and their strategies for the business. Fifth, RiverPark focuses on the companies where there is the largest point of disparity between its perception of the value of the enterprise and the market's. RiverPark calls this critical point in its process its “value orientation to growth.”

Risk Management:

RiverPark maintains the following risk parameters: the firm ensures diversification by sector and industry; focuses on multiple, uncorrelated investment themes; maintains maximum un-levered position sizes at cost and market; and performs an independent portfolio review by the CEO.

RiverPark employs the following construction guidelines:

Number of positions: generally comprised of 40-60 long securities; 40-75 short securities.

Sector exposure limited to: 30% net at market.

Industry exposure limited to: 30% gross/15% net at market.



Number of investment themes: 30-50.

Maximum theme exposure: 20% gross/15% net.

Maximum un-levered position sizes:

Longs 5% at cost, 10% at market

Shorts 3% at cost, 3% at market

Risk Factors:

As described in the prospectus, there are a number of risks that may affect the performance of the Fund, including, but not limited to:

- General stock market risk as well as individual stock selection risk and the risk of investing in a select portfolio of equities with a focus on growth stocks. The fund invests primarily in equity securities that may rise and fall in value depending on many factors. Because the fund invests a substantial portion of its assets in stocks, it is subject to the risk that the value of the Fund's investments in stocks might decline due to drops in the stock market. Additionally, if the growth prospects and/or expectations of the growth stocks are not fulfilled, it is possible that this could result in a substantial decline in their value and adversely impact the Fund's performance.
- The risk of increased losses from using leverage and employing short sales. While leverage can increase the investment returns of the Fund if the securities purchased increase in value in an amount exceeding the cost of borrowing, if the securities decrease in value, the Fund will suffer a greater loss than would have resulted without the use of leverage. A short sale will be successful if the price of the shorted security decreases, however, if the underlying security goes up in price during the period in which the short position is outstanding, the Fund will realize a loss. Short sales may be subject to greater risks than investments in long positions.



To determine if this Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, charges, and expenses before investing. This and other information may be found in the Fund's summary and full prospectuses, which may be obtained by calling 888.564.4517, or by visiting the website at www.riverparkfunds.com. Please read the prospectus carefully before investing.

The RiverPark Long/Short Opportunity Fund uses leverage. If the securities decrease in value, the Fund may suffer a greater loss than would have resulted without the use of leverage. With short sales, losses are potentially unlimited and the expenses involved with the short strategy may impact the performance of the Fund. Due to the inherent leveraged nature of options, a relatively small adverse move in the price of the underlying instrument may result in immediate and substantial losses to the Fund. The use of options, swaps and derivatives by the Fund has the potential to significantly increase the Fund's volatility. The Fund is non-diversified.

Mutual fund investing involves risk including possible loss of principal. In addition to the normal risks associated with investing, international investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from social, economic or political instability in other nations. Investments in smaller companies typically exhibit higher volatility. There can be no assurance that the Fund will achieve its stated objectives.

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