Penn Capital Short Duration High Income Fund

Institutional Class | PSHNX

Annual Shareholder Report | August 31, 2026

This annual shareholder report contains important information about the Penn Capital Short Duration High Income Fund (the "Fund") for the period of September 1, 2025, to August 31, 2026. You can find additional information about the Fund at https://www.penncapital.com/mutual-funds. You can also request this information by contacting us at 1-844-302-7366.

WHAT WERE THE FUND COSTS FOR THE PAST YEAR? (based on a hypothetical $10,000 investment)

Class Name	Costs of a $10,000 investment	Costs paid as a percentage of a $10,000 investment
Institutional Class	$55	0.54%

HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

For the fiscal year ended August 31, 2026, the Penn Capital Short Duration High Income Fund (the "Short Duration Fund") generated a 5.41% return, outperforming its benchmark, ICE BofA 1-3 Year BB US Cash Pay High Yield Total Return Index, which returned 5.03%, and the Bloomberg U.S. Aggregate Bond Total Return Index, which returned 1.89%. The Short Duration Fund maintains an average portfolio maturity of three years or less and excludes CCC-rated bonds. Over the past year, higher rated bonds outperformed lower rated bonds. The portfolio benefited from strong security selection in Media, Retail and Energy. In Media, the Fund avoided Paramount subordinated bonds which underperformed following the announcement of the Warner Brothers acquisition. Bloomin' Brands executed a turnaround in the Outback Steakhouse concept with a new menu and reinvestment in their restaurants. US focused oil companies rallied with higher prices due to limited Middle East production due to geopolitical conflict. The largest detractors from performance were Basic Industry, Technology and Utilities. In Basic Industry, Mercer International dealt with multiple challenges including lower pulp prices, higher input costs and US-Canada lumber tariffs. The Fund lagged in the Technology sector due to an underweight of legacy software companies due to AI disruption concerns. In Healthcare, Embecta dealt with lost market share with a major customer due to competitive pricing pressures.

Top Contributors

↑ Bloomin' Brands, Inc. 5.125% 15-apr-2029
↑ Acadia Healthcare Company, Inc. 5.5% 01-jul-2028
↑ American Airlines, Inc. 7.25% 15-feb-2028
↑ Cco Holdings Capital Corp. 5.0% 01-feb-2028
↑ Pra Group, Inc. 8.375% 01-feb-2028

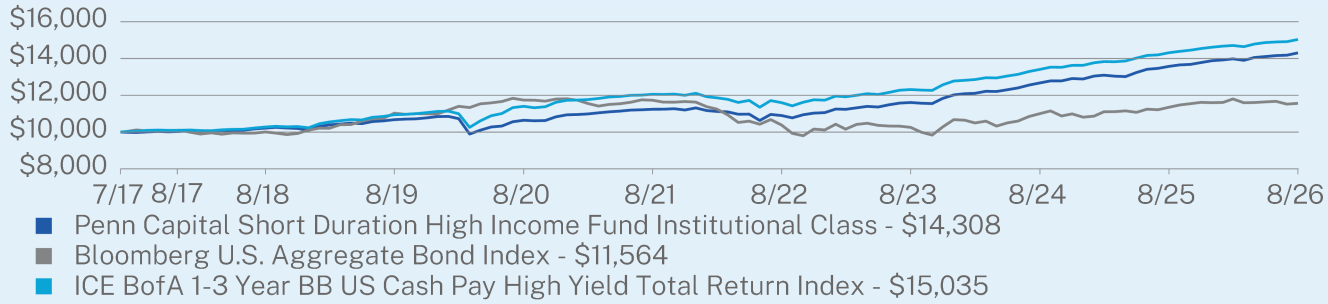
Top Detractors

↓ Cedar Fair Lp 5.25% 15-jul-2029
↓ Clearwater Paper Corporation 4.75% 15-aug-2028
↓ Wabash National Corporation 4.5% 15-oct-2028
↓ Embecta Corp. 5.0% 15-feb-2030
↓ Mercer International Inc. 12.875% 01-oct-2028

HOW DID THE FUND PERFORM SINCE INCEPTION?*

The $10,000 chart reflects a hypothetical $10,000 investment in the class of shares noted. The chart uses total return net asset value performance and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses, were deducted.

CUMULATIVE PERFORMANCE (Initial Investment of $10,000)



ANNUAL AVERAGE TOTAL RETURN (%)

	1 Year	5 Year	Since Inception (07/17/2017)
Institutional Class	5.41	4.94	4.00
Bloomberg U.S. Aggregate Bond Index	1.89	-0.29	1.61
ICE BofA 1-3 Year BB US Cash Pay High Yield Total Return Index	5.03	4.51	4.57

Visit https://www.penncapital.com/mutual-funds for more recent performance information.

* ***The Fund's past performance is not a good predictor of how the Fund will perform in the future.*** *The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.*

KEY FUND STATISTICS (as of August 31, 2026)

Net Assets	$19,635,066
Number of Holdings	84
Net Advisory Fee	$-44,652
Portfolio Turnover	62%

WHAT DID THE FUND INVEST IN? (as of August 31, 2026)

Top 10 Holdings	(% of Net Assets)
Acadia Healthcare Co., Inc.	3.1 %
CCO Holdings LLC / CCO Holdings Capital Corp.	3.1 %
American Airlines, Inc.	2.7%
OneMain Finance Corp.	2.3%
PRA Group, Inc.	2.2%
Hilton Grand Vacations Borrower LLC / Hilton Grand Vacations Borrower, Inc.	2.0%
Match Group Holdings II LLC	1.9%
Titan International, Inc.	1.8%
Popular, Inc.	1.8%
Herc Holdings, Inc.	1.6%

Top Sectors	(% of Net Assets)
Consumer Discretionary	25.0%
Financials	15.5%
Health Care	10.2%
Industrials	10.2%
Energy	9.5%
Communications	8.1 %
Materials	8.1 %
Technology	4.7%
Consumer Staples	1.3%
Cash & Other	7.4%

For additional information about the Fund, including its prospectus, financial information, holdings and proxy information, scan the QR code or visit https://www.penncapital.com/mutual-funds.

HOUSEHOLDING

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your Fund documents not be householded, please contact the Fund at 1-844-302-7366, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by the Fund or your financial intermediary.