Penn Capital Special Situations Small Cap Equity Fund

Institutional Class | PSCNX

Annual Shareholder Report | August 31, 2026

This annual shareholder report contains important information about the Penn Capital Special Situations Small Cap Equity 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	$119	1.10%

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

For the twelve-month fiscal period ended August 31, 2026, the Penn Capital Special Situations Small Cap Equity Fund (the "Special Situations Fund") generated a 16.8% return, compared with a 20.1% return for its benchmark, the Russell 3000 Total Return Index, underperforming by 3.3% and compared with a 24.5% return for its benchmark, the Bloomberg US 2000 Total Return Index, underperforming by 7.7%. Stock selection detracted from relative performance, particularly within the Health Care, Consumer Discretionary, and Communication Services sectors, while positive security selection in Information Technology and Industrials partially offset those results. Sector allocation was also a headwind, as underweights in Health Care and Consumer Discretionary, as well as an overweight in Communication Services, detracted from relative performance. These impacts were partially offset by the Fund's overweight in Energy and underweight in Real Estate.

Top contributing sectors during the fiscal year were Information Technology, Industrials, and Energy. Within Information Technology, Applied Optoelectronics, a provider of optical networking products, was the Fund's largest contributor after its shares appreciated more than 400%. Semiconductor equipment company ACM Research and digital LIDAR company Ouster also contributed meaningfully. Within Industrials, Dycom Industries and Modine Manufacturing benefited from demand related to communications infrastructure and data-center cooling, respectively, while freight broker RXO also contributed. Within Energy, Select Water Solutions, National Energy Services Reunited, Transocean, and Weatherford International were leading contributors, supported by strong share-price appreciation across the group amid higher oil prices.

The top detracting sectors during the fiscal year were Health Care, Consumer Discretionary, and Communication Services. Within Health Care, the Fund's underweight relative to the sector's strong benchmark performance detracted substantially; individual detractors included Alphatec Holdings, Harrow, and RadNet. In Consumer Discretionary, Capri Holdings, Genius Sports, and PENN Entertainment detracted, while the Fund's overweight in the sector also negatively affected relative performance. Within Communication Services, Magnite, Gray Media, and Nexstar Media detracted, and the Fund's overweight in the sector further weighed on relative results.

Top Contributors

↑ Applied Optoelectronics, Inc.
↑ ACM Research, Inc. Class A
↑ Dycom Industries, Inc.
↑ Modine Manufacturing Company
↑ Ligand Pharmaceuticals Incorporated

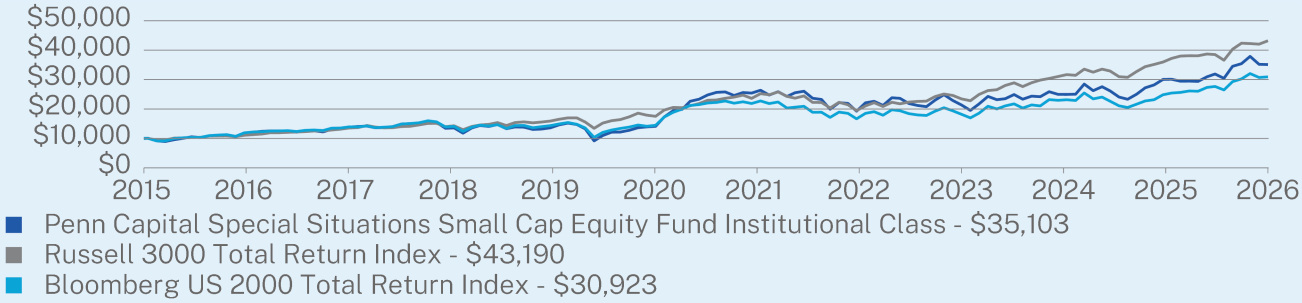
Top Detractors

↓ Gates Industrial Corporation Ltd.
↓ Magnite, Inc.
↓ Genius Sports Limited
↓ Capri Holdings Limited
↓ PENN Entertainment, Inc.

HOW DID THE FUND PERFORM OVER THE PAST 10 YEARS?*

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	10 Year
Institutional Class	16.80	6.52	12.26
Russell 3000 Total Return Index	20.10	11.80	14.84
Bloomberg US 2000 Total Return Index	24.47	6.61	10.74

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	$90,573,966
Number of Holdings	82
Net Advisory Fee	$572,587
Portfolio Turnover	128%

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

Top 10 Holdings	(% of Net Assets)
Ligand Pharmaceuticals, Inc.	2.2%
Kiniksa Pharmaceuticals International PLC	2.2%
Mirum Pharmaceuticals, Inc.	2.1 %
TG Therapeutics, Inc.	2.0%
Patterson-UTI Energy, Inc.	1.9%
Zeta Global Holdings Corp.	1.7%
Herc Holdings, Inc.	1.7%
Ouster, Inc.	1.6%
FB Financial Corp.	1.6%
Banc of California, Inc.	1.6%

Top Sectors	(% of Net Assets)
Health Care	17.9%
Industrials	14.8%
Consumer Discretionary	13.9%
Financials	13.1 %
Information Technology	12.8%
Energy	12.0%
Communication Services	6.1 %
Real Estate	4.3%
Materials	2.9%
Cash & Other	2.2%

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.