

Walthausen Select Value Fund

June 30, 2015
Second Quarter

Investment Objective:

The Walthausen Select Value Fund seeks long-term capital appreciation.

Investment Policy:

The Fund invests primarily in common stocks of small and mid capitalization companies defined as those with a market capitalization of \$7 billion or less at the time of purchase. Normally, the Fund will invest at least 80% of its net assets in small and mid capitalization stocks.

Investor Profile:

The Fund may be suitable to investors seeking long-term growth of capital, who can tolerate the risks associated with investing in small and mid capitalization common stocks. The earnings and prospects of these companies are generally more volatile than larger companies.

PERFORMANCE SUMMARY (%) (as of 6/30/15)

| | Q2 2015 | 1 Year* | 3 Year* | Since Inception* (12/27/10) |
|---|---------|---------|---------|-----------------------------|
| Walthausen Select Value Fund: Institutional Class | -2.02 | -4.42 | 18.45 | 12.91 |
| Walthausen Select Value Fund: Retail Class | -2.17 | -4.65 | 18.17 | 12.61 |
| Russell 2500 Value Index | -1.27 | 0.99 | 16.99 | 12.11 |

Performance data quoted represents past performance and does not guarantee future results. Investment returns and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The current performance may be lower or higher than the performance data quoted. Investors may obtain performance data current to the most recent month-end by calling (888) 925-8428. Investors should consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing.

* Average Annualized Total Return

The Russell 2500 Value Index measures the performance of small cap value segment of the U.S. equity universe. It includes those Russell 2500 companies with lower price-to-book ratios and lower forecasted growth values.

FUND INVESTMENT STYLE

The Fund's investment advisor searches for securities across the broad universe of small capitalization companies, using a proprietary scoring model to identify companies that are trading at a discount to intrinsic value. Research is generated internally, avoiding external sell-side analysis. The two critical areas for analysis are the cash flow statement and balance sheet which allow an evaluation of a company's sustainable free cash flow. This cash flow can be used to invest and expand, acquire other companies, reduce debt, buy in stock or pay dividends. Investment decisions are made on the basis of whether the company is selling at a discount valuation, management has an achievable plan for building shareholder value, and their track record suggests they are capable of implementing the strategy.

Key Fund Facts:

Inception Date: 12/27/10
Net Assets \$96.8 million

Institutional Class

| | |
|----------------------|-----------|
| Ticker Symbol: | WSVIX |
| Cusip: | 933310203 |
| NAV: | \$15.49 |
| Gross Expense Ratio: | 1.45% |
| Net Expense Ratio: | 1.20%* |

Investment Minimums

Regular Account..... \$100,000
Automatic Reinvestment Plan... \$100,000
IRA / Roth IRA Account \$100,000

* The Net Expense Ratio includes a waiver. The Advisor has contractually agreed to waive through May 31, 2016, 0.25% of the 0.45% Services Agreement fees applicable for Fund average net assets up to \$100 million. The Advisor may not terminate the fee waiver before May 31, 2016. From the prospectus dated June 1, 2015.

Retail Class

| | |
|----------------------|-----------|
| Ticker Symbol: | WSVRX |
| Cusip: | 933310302 |
| NAV: | \$15.32 |
| Gross Expense Ratio: | 1.45% |
| Net Expense Ratio: | 1.45%** |

Investment Minimums

Regular Account..... \$2,500
Automatic Reinvestment Plan... \$2,500
IRA / Roth IRA Account \$2,500

** From the prospectus dated June 1, 2015.

PORTFOLIO MANAGER:

The Portfolio Manager of the Fund is John Walthausen, CFA, a thirty year veteran in small cap investing. He is CIO of the Investment Adviser to the Fund, Walthausen & Co., LLC, which he formed in August, 2007. He is assisted by the investment team that joined him from his former employer, Paradigm Capital Management. At Paradigm, he was the portfolio manager of the Paradigm Value Fund, which he managed from the fund's inception in January, 2003, through to the time of his departure in July, 2007.

Investment Adviser: Walthausen & Co., LLC
2691 Route 9, Suite 102
Malta, NY 12020
(518) 371-3450

Transfer Agent: Mutual Shareholder Services

Custodian Bank: US Bank

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Fund Characteristics:

(as of 6/30/15)

| | Select Value Fund | Russell 2500 Index |
|-----------------------------------|-------------------|--------------------|
| No. of Holdings | 40 | 1669 |
| Median Market Cap (\$m) | 3,161.4 | 1,040.6 |
| Average Weighted Market Cap (\$m) | 3,376.5 | 3,774.8 |
| Price-to-Book | 2.0 | 1.5 |

Source: FactSet Research

TOP TEN HOLDINGS

(as of 6/30/15)

(% of net assets)

| | |
|------------------------------|------|
| Molina Healthcare, Inc. | 2.8 |
| Eagle Bancorp, Inc. | 2.7 |
| HealthSouth Corp. | 2.7 |
| Chicago Bridge & Iron Co. NV | 2.7 |
| EMCOR Group, Inc. | 2.7 |
| DST Systems, Inc. | 2.6 |
| Lexmark International, Inc. | 2.6 |
| Signature Bank Corp. | 2.6 |
| McGrath RentCorp | 2.6 |
| Bank of Hawaii Corp. | 2.6 |
| Total % of Portfolio | 26.6 |

Fund holdings and asset allocations are subject to change, and are not recommendations to buy or sell any security.

SECTOR ALLOCATIONS

(as of 6/30/15)

(% of net assets)

| | Select Value Fund | Russell 2500 Value |
|------------------------|-------------------|--------------------|
| Industrials | 26.4 | 13.9 |
| Financials | 25.6 | 38.5 |
| Consumer Discretionary | 13.6 | 9.2 |
| Information Technology | 12.5 | 9.5 |
| Healthcare | 10.0 | 4.9 |
| Materials | 7.2 | 5.5 |
| Energy | 2.3 | 7.4 |
| Consumer Staples | 0.0 | 2.6 |
| Telecom Services | 0.0 | 0.8 |
| Utilities | 0.0 | 7.7 |
| Net Cash* | 2.4 | |

* Net cash represents cash equivalents and other assets less liabilities. Sectors are defined by GICS® **. Allocations are subject to change.

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TOP FIVE HOLDINGS PROFILE (6/30/15)

Molina Healthcare, Inc. (2.8%)

Provides Medicaid-related solutions to meet the health care needs of low-income families and individuals, and to assist state agencies in their administration of the Medicaid program.

Eagle Bancorp, Inc. (2.7%)

Operates as a bank holding company for EagleBank that provides commercial and consumer banking services in the United States.

HealthSouth Corp. (2.7%)

Owns and operates inpatient rehabilitation hospitals in the US, specializing in rehabilitative treatment on an inpatient and outpatient basis.

Chicago Bridge & Iron Co. (2.7%)

Provides conceptual design, technology, engineering, procurement, fabrication, modularization, construction, commissioning, maintenance, program management, and environmental services worldwide.

EMCOR Group, Inc. (2.7%)

Provides electrical and mechanical construction and facilities services to commercial, industrial, utility, and institutional customers in the United States.

An investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. The Fund invests in the stocks of small and mid capitalization companies, which may subject the Fund to additional risks. The earnings and prospects of these companies are generally more volatile, and they may experience higher failure rates than do larger companies. Their stocks are subject to a greater degree of volatility, trade in lower volume and may be less liquid. Investment in the Fund is also subject to common stocks risk, value investing risk, sector risk, securities lending risk, and investment management risk.

Fund holdings and asset allocations are subject to change and are not recommendations to buy or sell any security. Investors should consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund. You may obtain a prospectus by calling (888) 925-8428. The prospectus should be read carefully before investing. Distributed by Rafferty Capital Markets, LLC - Garden City, NY 11530, Member FINRA.

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(888) 925-8428

www.walthausenfunds.com