

# HANCOCK HORIZON DIVERSIFIED INCOME FUND

INSTITUTIONAL CLASS: HHIIX

INVESTOR CLASS: HHIAX

## INVESTMENT FOCUS

The Fund seeks to maximize current income and, secondarily, achieve long-term capital appreciation.

## INVESTMENT STRATEGY

The Advisor invests in a broad range of income-producing securities, including, but not limited to, common and preferred stocks, corporate bonds, government securities, municipal bonds, real estate investment trusts ("REITs"), master limited partnerships ("MLPs") and mortgage-backed and asset-backed securities.

## FUND FACTS

Assets	\$32.9 million
Inception Date	9/26/2012
Holdings	160
Turnover *	66%

\* SEI, 1 year as of 1/31/20

## FUND MANAGERS



### Greg Hodlewsky, CFA

8 years with firm  
33 years in industry



### Nathan Grant

11 years with firm  
22 years in industry

## INVESTMENT PERFORMANCE Net of fees as of June 30, 2020

	Current Quarter	YTD	1 Yr	3 Yr	5 Yr	Since Inception
Institutional Class	10.30%	-12.13%	-7.72%	-0.96%	0.35%	1.36%
Investor Class	10.25%	-12.19%	-7.88%	-1.19%	0.11%	1.13%
50/50 Hybrid of Indexes:	6.50%	-8.67%	-4.00%	2.36%	4.73%	5.77%
Dow Jones US Select Dvd Index	10.86%	-21.68%	-15.15%	-0.44%	5.43%	8.45%
BBg Barclays Int US Agg Index	2.13%	4.67%	6.60%	4.28%	3.40%	2.67%

The performance quoted herein represents past performance. Past performance 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, and current performance may be higher or lower than the performance quoted. For performance data current to the most recent month end, please visit [www.hancockhorizonfunds.com](http://www.hancockhorizonfunds.com). The gross total expense ratio for Institutional is 1.15% and Investor is 1.40%.

## FUND COMPOSITION

Equities	54.20%
Fixed Income	43.30%
Cash Equivalents	1.70%
Mutual Funds	0.90%

## FUND YIELD

	30 DAY SEC YIELD
Institutional Class	4.39%
Investor Class	4.14%

The net total expense ratio for Institutional is 0.93% and Investor is 1.18%. Investment performance includes contractual fee waivers that are in effect until May 31, 2021. In the absence of current fee waivers total return would be reduced. The unsubsidized 30-Day Yield would have been 4.17% for Institutional and 3.92% for Investor.

The Dow Jones US Select Dividend Index and the Bloomberg Barclays Intermediate US Aggregate Bond Index are unmanaged indices. Index returns do not reflect any management fees, transaction costs, or expenses. It is not possible to invest in an index. For more information, please see current fund prospectus or your financial advisor. Dow Jones U.S. Select Dividend Index - The index screens stocks by dividend per share growth rate, dividend payout percentage rate, and average daily dollar trading volume, and stocks are selected based on dividend yield. Bloomberg Barclays Intermediate U.S. Aggregate Index consists of publicly issued, dollar-denominated U.S. Government, agency, or investment grade corporate fixed income securities with maturities from 1 to 10 years. The comparative market index is not directly investable and is not adjusted to reflect expenses that the SEC requires to be reflected in the fund's performance. Bloomberg indices and its associated data, Copyright © 2020 Bloomberg Index Services Limited. Bloomberg® is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). Barclays® is a trademark and service mark of Barclays Bank PLC (collectively with its affiliates, "Barclays"), used under license. Bloomberg or Bloomberg's licensors, including Barclays, own all proprietary rights in the Bloomberg Barclays Indices. Neither Bloomberg nor Barclays approves or endorses this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom and, to the maximum extent allowed by law, neither shall have any liability or responsibility for injury or damages arising in connection therewith.

NO BANK GUARANTEE | NOT A DEPOSIT | MAY LOSE VALUE | NOT FDIC INSURED | NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY

# HANCOCK HORIZON DIVERSIFIED INCOME FUND

**TOP HOLDINGS** Subject to change; % exclude cash

Jpmorgan Chase & Co.	1.7
Netflix, Inc.	1.7
Nrg Energy, Inc.	1.6
Xpo Logistics, Inc.	1.6
Truist Financial Corp.	1.6
Kraft Heinz Foods Co.	1.6
Quicken Loans LLC	1.6
United Rentals (North America), Inc.	1.6
International Game Technology Plc	1.6
First Horizon National Corp	1.6

**TOP SECTORS** Subject to change

High Yield Bonds	35.0
Dividend Stocks	32.0
Preferred Stock	18.0
REITs	14.0
Cash	1.0

**ABOUT THE HANCOCK HORIZON FUNDS**

Hancock Horizon Funds, founded in 2000, managed over \$485 million in assets as of June 30, 2020 in equity, state specific income, and liquid alternative funds. Hancock Horizon Funds manages 9 different funds for our clients.

**Carefully consider the Funds' investment objectives, risks, charges and expenses before investing. This and other information, including performance, can be found in the Funds' summary or full prospectus, which may be obtained at [www.hancockhorizonfunds.com](http://www.hancockhorizonfunds.com) or 800-990-2434. Please read the prospectus carefully before you invest or send money.**

Mutual fund investing involves risk, including possible loss of principal. Current and future holdings are subject to risk. Capital gains, if any, are subject to capital gains tax. There is no guarantee the Fund will achieve its stated objective. In addition to the normal risks associated with investing, REIT investments are subject to changes in economic conditions, credit risk and interest rate fluctuations. Bonds and bond funds are subject to interest rate risk and will decline in value as interest rates rise. Mortgage-backed securities are subject to prepayment and extension risk and therefore react differently to changes in interest rates than other bonds. Small movements in interest rates may quickly and significantly reduce the value of certain mortgage-backed securities. High yield bonds involve greater risks of default or downgrade and are more volatile than investment grade securities, due to the speculative nature of their investments. International investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principals or from social, economic or political instability in other nations. In addition to international investments, securities focusing on a single country may be subject to higher volatility. Emerging markets involve heightened risks related to the same factors as well as increased volatility and lower trading volume. Investments in smaller companies typically exhibit higher volatility. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Investments in other Fund(s) are subject to the risks of the underlying Fund(s).

MLP's interests are all in a particular industry and the MLP will be negatively impacted by economic events adversely impacting that industry. The risks of investing in a MLP are generally those involved in investing in a partnership as opposed to a corporation, such as a limited control of management, limited voting rights and tax risks. MLP's may be subject to state taxation in certain jurisdictions, which will have the effect of reducing the amount of income paid by the MLP to its investors. The potential benefits of investing in MLPs depend on them being treated as partnerships for federal income tax purposes. Further, if the MLP is deemed to be a corporation then its income would be subject to federal taxation at the entity level, reducing the amount of cash available for distribution to the fund which could result in a reduction of the fund's value.

Portfolio data is dollar-weighted based on invested assets and subject to change. Duration measures interest rate sensitivity; the longer the duration, the greater the expected volatility as rates change. The Fund may invest in securities of any maturity, including those issued by federally chartered mortgage companies whose interest and principal repayments are not guaranteed by the U.S. Government. U.S. Treasury securities are not rated but have the highest rating equivalency. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

Horizon Advisers serves as investment advisor for the Hancock Horizon Family of Funds. The Hancock Horizon Family of Funds is distributed by SEI Investments Distribution Co. (1 Freedom Valley Drive, Oaks, PA 19456), which is not affiliated with Hancock Whitney Corporation, or any of its affiliates. The Hancock Horizon Family of Funds may not be available in all states.

All data as of the date of this report unless otherwise indicated.