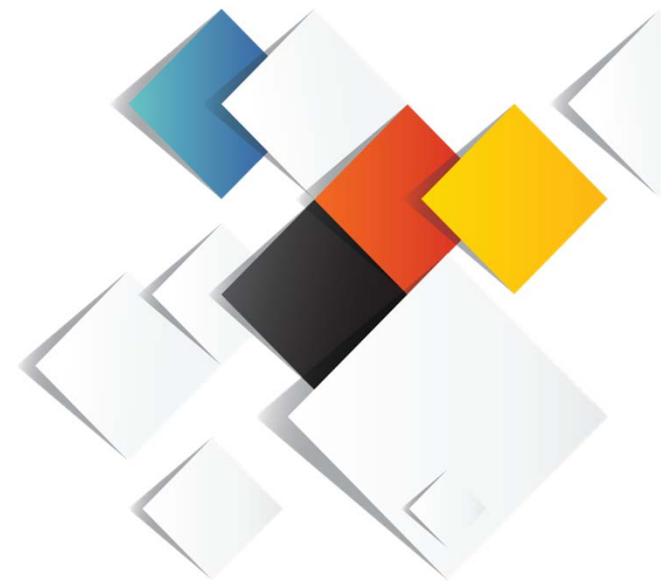


# Monetta Young Investor Fund (MYIFX)

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A turnkey solution designed with the intent to serve as a basic portfolio building block for investors of all ages



Overall Fund Rating out of 1,213 Large-Growth funds as of 3/31/18 (derived from a weighted average of the fund's 3-, 5-, and 10-year risk adjusted return measure).

**Morningstar  
Return**  
10 Year

**High**

TM

**Morningstar  
Risk**  
10 Year

**Low**

TM

## INVESTMENT PHILOSOPHY

- The Monetta Young Investor Fund employs a distinct “half active/half passive” approach, which is the result of years of observing which investment strategies potentially work and which do not over time.
- Our philosophy incorporates insights from the following well-known investors:

**John Bogle:**

*“On average, an astonishing 90% of actively managed funds underperform their benchmark indexes over the preceding 15 years (2001-2016).”* <sup>(1)</sup> Approximately 50% of the Fund’s portfolio will track the performance of the S&P 500 Index.

**Warren Buffet:**

*“Best returns are achieved by companies that have been producing the same product or service for several years.”* <sup>(2)</sup> The Monetta Young Investor Fund emphasizes high-quality growth companies with a competitive edge.

**Gerald M. Loeb:**

*“It is more likely to pay off to buy companies at a seemingly high price...than to attempt to discover when a declining situation will turn around.”* <sup>(3)</sup> The Fund’s basic investment strategy is to buy high and sell higher.

**Peter Lynch:**

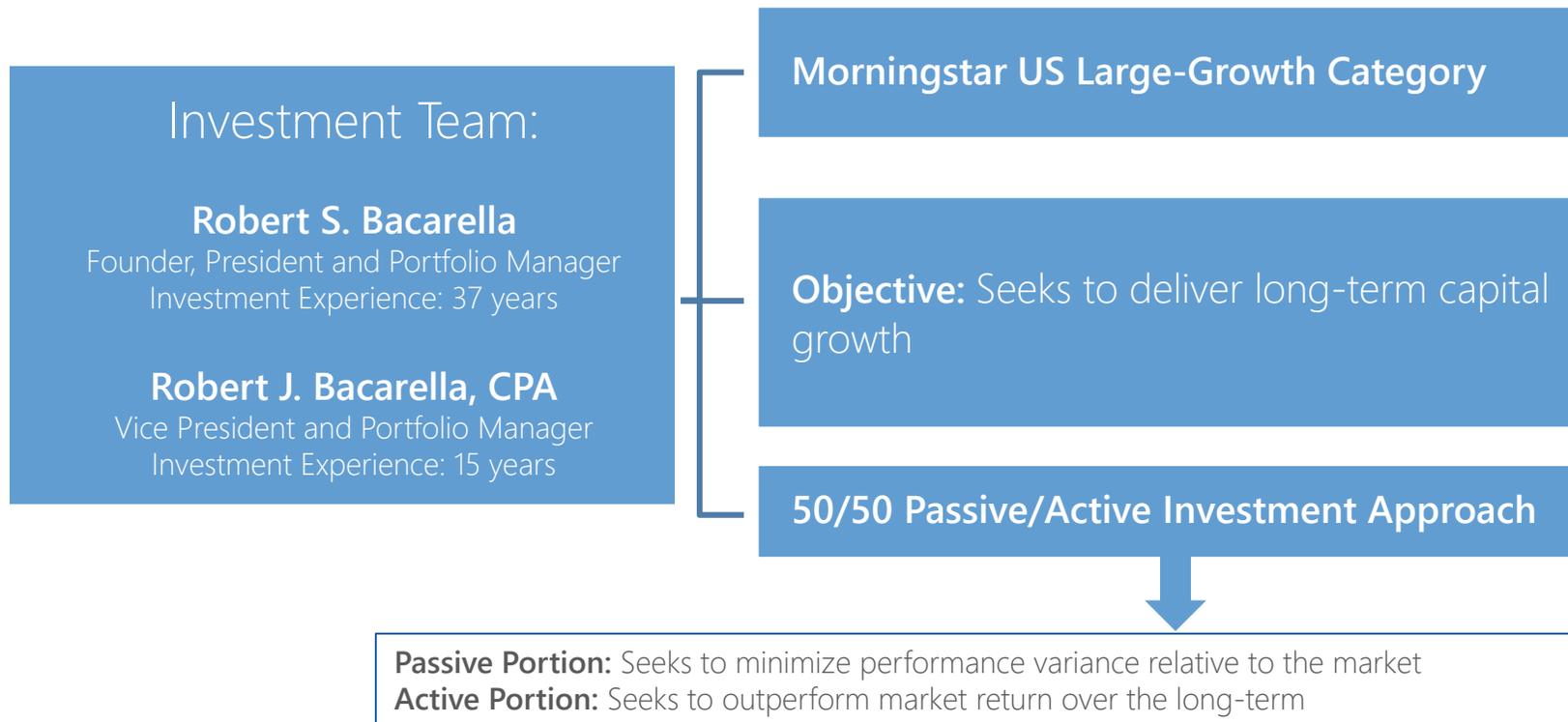
*“Never invest in any idea you can’t illustrate with a crayon...invest in companies you understand.”* <sup>(4)</sup> Our Fund tends to have a bias to invest in quality, household names with proven/experienced management teams and strong growth prospects.

**James O’Shaughnessey:**

*“Market-leading firms are considerably less volatile than the market as a whole...Relative strength is a much better indicator of a company’s prospects than factors such as earnings growth rates.”* <sup>(5)</sup> The Monetta Young Investor Fund seeks companies with improving relative strength relative to its sector and overall market.

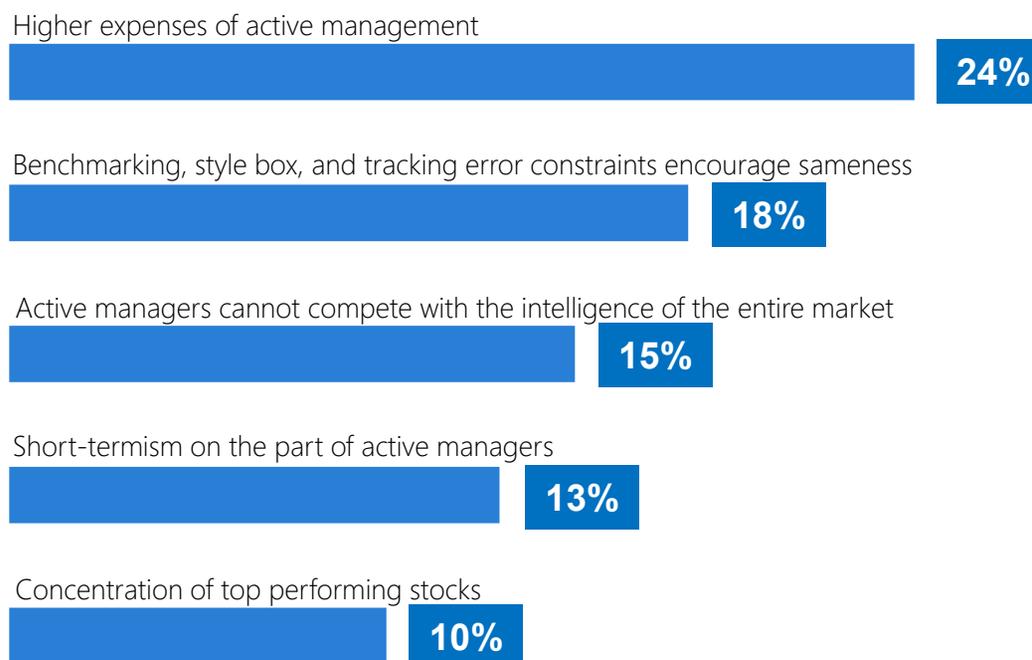
## OBJECTIVE & APPROACH

The Fund is designed with the intent to serve as a **core component** of any investor’s portfolio, whether a first-ever investment by a young investor or an investor with a more conservative risk profile. The combination of passive and active provides a **turnkey solution**.



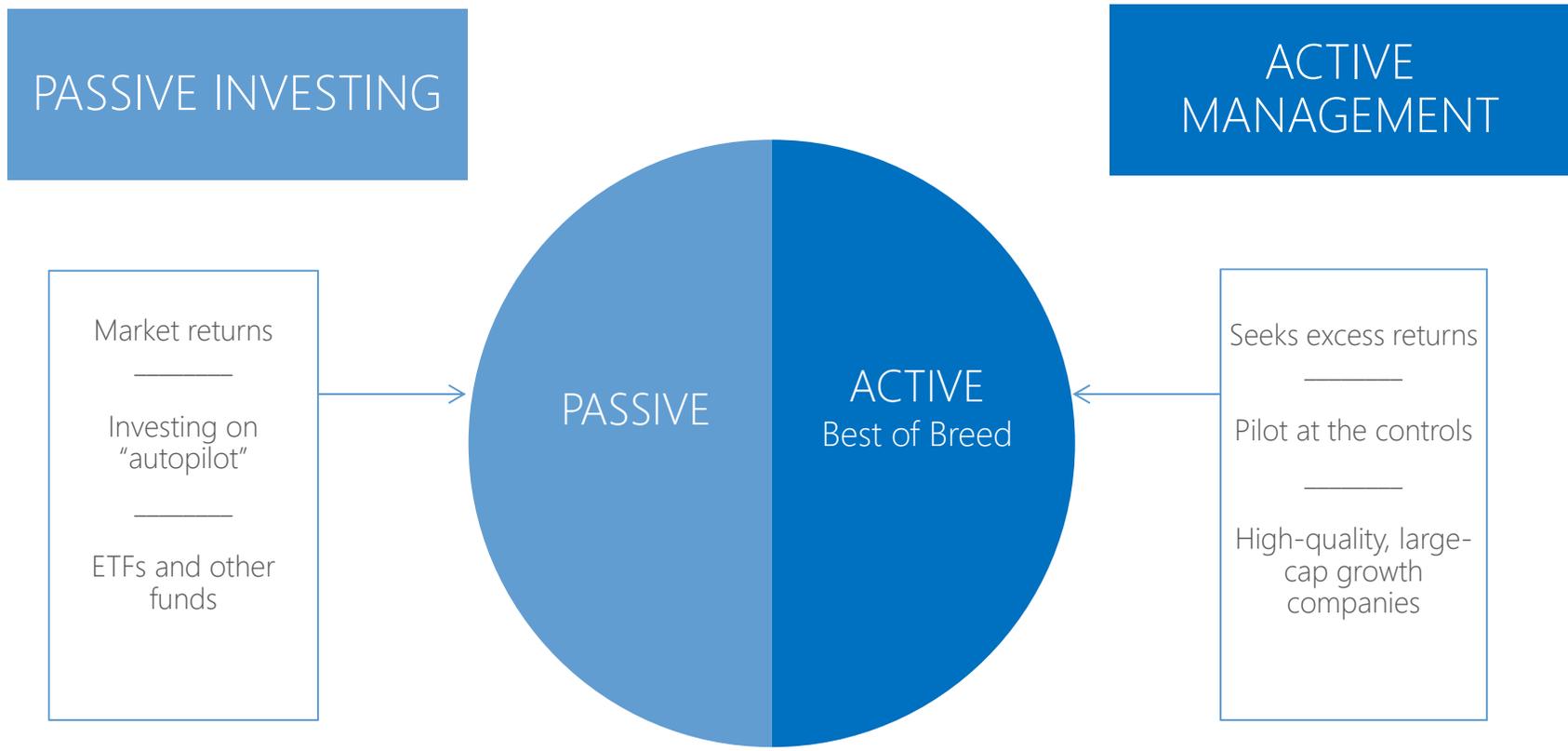
## TWO-THIRDS OF ACTIVE MANAGERS UNDERPERFORM

Here are some reasons why, based on a CFA Institute reader's poll:



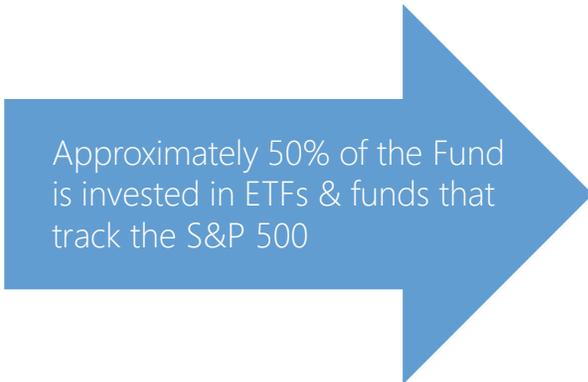
\* [Why-hasnt-active-investing-outperformed-passive-investing-in-recent-years](#): Jason Voss, CFA. October 2015. Results based on 743 respondents to a CFA Institute Financial NewsBrief reader's poll. Readers were invited to select one entry among eight options presented. The three selections not shown above are: Other (10%); A lack of thorough analytical due diligence on the part of active managers (5%); A lack of opinion diversity among active managers (5%).

# A SYMBIOTIC INVESTMENT APPROACH



*Passive Investing is **not a bet against Active Management** but an asset allocation strategy that seeks to provide a degree of certainty a manager can match the market return on at least a portion of the portfolio.*

PASSIVE COMPONENT



- Seeks to:
- **Match market returns**
  - **Minimize risk through broad diversification**
  - **Control risk by minimizing the impact of stock selection and market timing**
  - **Eliminate style drift**
  - **Minimize portfolio turnover**

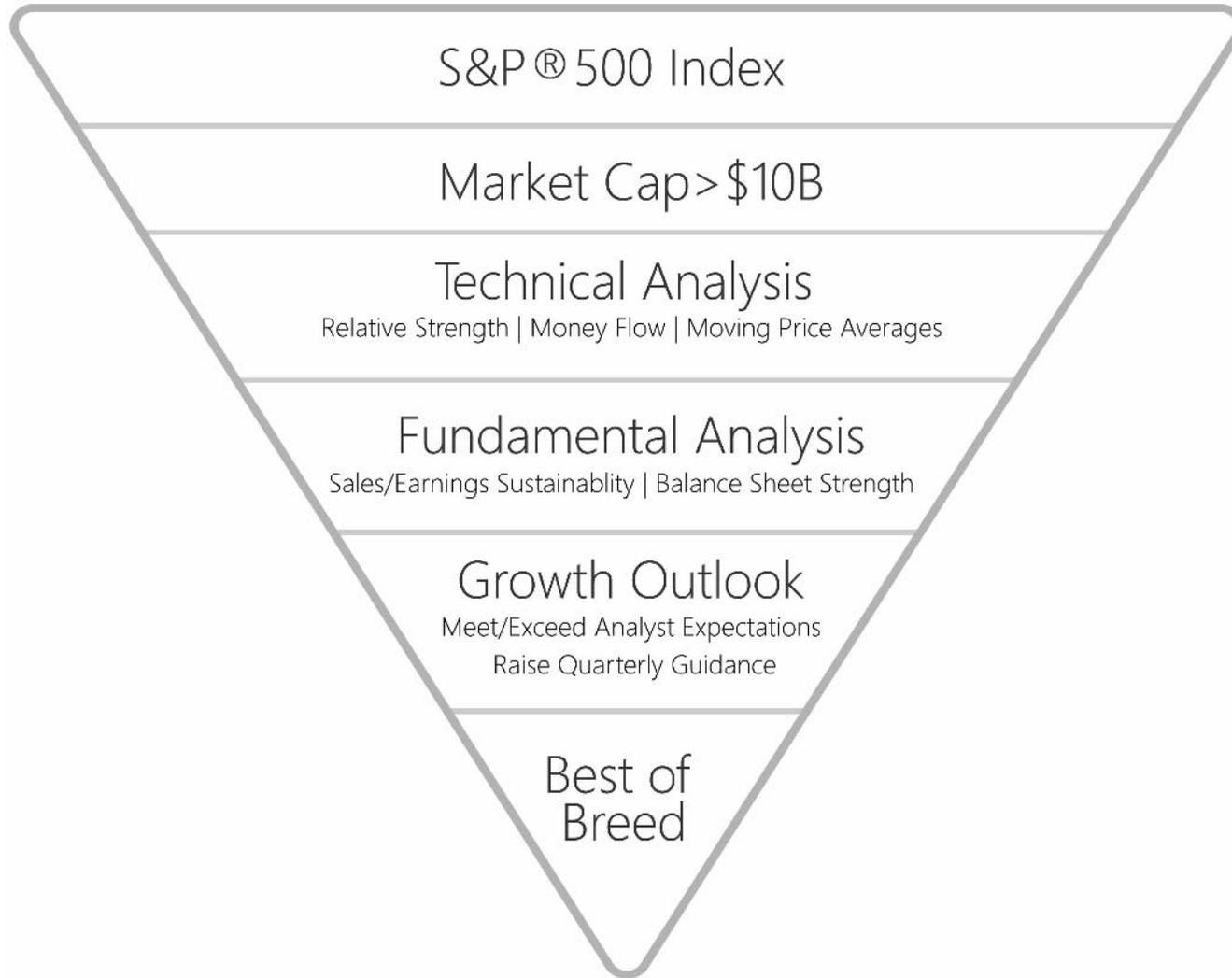
## ACTIVE COMPONENT



Active component complements the passive component through exposure to a concentrated number of high-quality, large-cap growth stocks. We seek companies with:

- **Competitive dynamics**
- **Strong management teams**
- **Balance sheet strength**
- **Positive cash flow**
- **Quarterly earnings trends that exceed expectations**
- **Improving company guidance**
- **Dividend growth opportunities**

ACTIVE COMPONENT SCREENING PROCESS



## PORTFOLIO CONSTRUCTION & SELL DISCIPLINE

### Portfolio Construction – Active Component

- **Typically 25-30 holdings**
  - **Average security weighting around 2%**
  - **No security exceeding 5% at time of purchase**
- 
- We are quick to sell if management lowers guidance or our investment thesis changes
  - While we seek high-quality, growth companies we can own for the long-term, we allocate a small portion of the active portfolio to short-term trading opportunities in cyclical sectors or oversold companies

ACTIVE INVESTMENT COMPONENT

TOP 10 HOLDINGS (as of 3/31/2018)	
	
	
	
	
	

*We seek to invest in quality, large-cap growth companies, most of which are well-known household names*

\* Portfolio holdings and composition are subject to change at any time and are not a recommendation to buy or sell any securities.

A CORE INVESTMENT HOLDING FOR CLIENTS

- Emphasis on large-cap growth companies
- Portfolio is automatically rebalanced
- Strong long-term track record
- Morningstar 4-Star Rating
- Favorable Morningstar Risk Rating
  - Risk vs. Category...Low
  - Return vs. Category...High

Portfolio Risk Metrics (Versus S&P 500® Index)		
Risk Metrics	(3-year)	(10-year)
Alpha	-0.62	3.89
BETA	1.02	0.94
R-squared (%)	96.80	92.06



Overall Fund Rating out of 1,213 Large-Growth funds as of 3/31/18 (derived from a weighted average of the fund's 3-, 5-, and 10-year risk adjusted return measure).

Morningstar  
Return  
10 Year  
**High**

Morningstar  
Risk  
10 Year  
**Low**

## INVESTMENT PERFORMANCE

Quarter End Performance and Historical Performance (Average Annual Total Return Quoted as of March 31, 2018)							
Funds	Ticker	1Yr	3Yr	5Yr	10Yr	Life	Inception Date
Monetta Young Investor Fund	MYIFX	15.28%	10.28%	12.72%	13.22%	11.12%	12/12/2006
S&P 500® Index		13.99%	10.78%	13.31%	9.49%	7.98	

Performance data quoted 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. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-241-9772.

Fund performance is tracked against the unmanaged S&P® 500.

Annualized Gross Expense Ratio 1.20%.

Source Prospectus dated April 30, 2018. Gross Expense Ratio reflects fees paid indirectly.

## DISCLOSURES

\* As of March 31, 2018: SPDR, Alibaba, MasterCard, Amazon, Microsoft, United Health, Alphabet, Bank of America, Costco, JPMorgan Chase, and Waste Management represented 52.94%, 3.22%, 3.07%, 3.04%, 2.56%, 2.55%, 2.53%, 2.10%, 1.98%, 1.93%, and 1.89% respectively of the Fund's net assets. Fund holdings are subject to change and are not recommendations to buy or sell any security. Current and future portfolio holdings are subject to risk.

As of March 31, 2018 Exchange Traded Funds included:

iShares Trust Core S&P 500 ETF	13.02%
SPDR S&P 500 ETF Trust	10.14%
Vanguard Large-Cap Index Fund	6.45%
Vanguard S&P 500 Index Fund	6.28%
Vanguard Growth Index Fund	6.26%
Vanguard Value Index Fund	5.49%
Schwab Strategic Trust Large-Cap	5.30%

*respectively of the Fund's net assets. Fund holdings and composition are subject to change and are not recommendations to buy or sell any security. Current and future portfolio holdings are subject to risk.*

All investments, including those in mutual funds, have risks and principal loss is possible.

**Diversification does not guarantee a profit or protect from loss in a declining market.**

*Mutual fund investing involves risk. Principal loss is possible. The portion of the Fund that invests in underlying ETF's that track the Index will be subject to certain risks which are unique to tracking the Index. By investing in ETF's, you will indirectly bear your share of any fees and expenses charged by the underlying funds, in addition to indirectly bearing the principal risks of the funds. The Fund may make short-term investments, without limitation, for defensive purposes, which investments may provide lower returns than other types of investments.*

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**Earnings growth is not representative of the Fund's future performance.**

## DISCLOSURES

The Morningstar Rating™ for funds, or “star rating”, is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product’s monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. The Monetta Young Investor Fund received 3 stars among 1213 for the three-year, 2 stars among 1099 for the five-year, and 5 stars among 779 Large Growth funds for the ten-year period ending 3/31/18.

**Morningstar Risk Rating:** An annualized measure of a fund’s downside volatility over a three-, five-, or ten-year period. This is a component of the Morningstar Risk-Adjusted Return. Morningstar Risk is displayed in decimal format. A high number indicates higher risk and low numbers indicate lower risk. In each Morningstar Category, the top 10% of investments earn a High rating, the next 22.5% Above Average, the middle 35% Average, the next 22.5% Below Average, and the bottom 10% Low. **Morningstar Return Rating:** An annualized measure of a fund’s load-adjusted excess return relative to the return of the 90-day Treasury Bill over a three-, five-, or ten-year period. This is a component of the Morningstar Risk-Adjusted Return. Morningstar Return Rating is derived directly from Morningstar Return. In each Morningstar Category, the top 10% of investments earn a High rating, the next 22.5% Above Average, the middle 35% Average, the next 22.5% Below Average, and the bottom 10% Low. Morningstar Risk and Return Ratings are calculated only for those investments with at least three years of performance history.

**Standard and Poor’s 500® Index** is a capitalization-weighted index of 500 stocks. This unmanaged index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. The index was developed with a base level of 10 for the 1941-43 base period. You cannot invest directly in an index.

## DISCLOSURES

*The fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The summary and statutory prospectuses contains this and other important information about the investment company, and may be obtained by calling 1-866-964-4683, or visiting [www.younginvestorfund.com](http://www.younginvestorfund.com). Read it carefully before investing.*

<sup>(1)</sup> Bogle, John C. The Little Book of Common Sense Investing: the Only Way to Guarantee Your Fair Share of Stock... Market Returns. John Wiley, 2017, p. 33.

<sup>(2)</sup> Hagstrom, Robert G. The Warren Buffet Way: Third Edition. John Wiley, 2014, p. 78.

<sup>(3)</sup> Loeb, Gerald M. The Battle for Investment Survival. John Wiley, 2007, p. 227.

<sup>(4)</sup> Lynch, Peter, and John Rothchild. Beating the Street: a Special Edition for Worth Subscribers. Simon & Schuster, 1994, p. 27, 303.

<sup>(5)</sup> O'Shaughnessy, James P. What Works on Wall Street: the Classic Guide to the Best-Performing Investment Strategies of All Time. McGraw Hill, 2012, p. 192, 238.

**Alpha** compares risk-adjusted performance relative to an index. Positive alpha means outperformance on a risk-adjusted basis. **Beta** measures the volatility of a security or portfolio relative to an index. Less than one means lower volatility than the index; more than one means greater volatility. **R-squared (R<sup>2</sup>)** measures the relationship between portfolio and index performance on a scale of 0.00 (0%) to 1.00 (100%). A higher R<sup>2</sup> indicates more of the portfolio's performance is affected by market movements and vice versa. **Cash Flow** the total amount of money being transferred into and out of a business, especially as affecting liquidity. **Best of Breed** refers to a stock that represents the most optimal investment choice for a specific sector or industry due to its high quality compared to its competitors.

While the fund is no-load, management and other expenses still apply. Please refer to the prospectus for further details.

Additional information about the Fund is available from the Monetta Financial Services, Inc., 1776-A S. Naperville Rd., Suite 100, Wheaton, IL 60189, or by calling 1-800-MONETTA.

FUND DISTRIBUTOR: Quasar Distributors, LLC.