

# Small Cap Fund | JASCX

James Investment Research, Inc., P.O. Box 8, Alpha, Ohio 45301  
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Advised by James Investment Research, Inc.

DECEMBER 31, 2018

## Fund Info

### Fund Statistics as of December 31, 2018

Ticker Symbol	JASCX
Cusip	470259508
Benchmark Index	Russell 2000® Index
No. Stocks in Portfolio	69
Assets	\$39.0 Mil.
Median Capitalization	\$1,471.8 Mil.
Price/Earnings	11.79
Price/Book	4.03
Beta <sup>^</sup>	0.92
Portfolio Turnover	57.00%

<sup>^</sup> A quantitative measure of volatility.

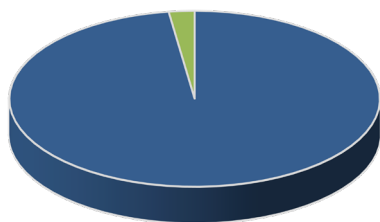
### Fund Operating Expenses Prospectus 11/01/2018

Management Fee	1.24%
Distribution (12b-1) Fee	0.25%
Other Expenses	0.01%
Acquired Fund Fees and Expenses	0.00%
<b>Total Annual Fund Operating Expenses</b>	<b>1.50%</b>

### Top Ten Equity Holdings as of December 31, 2018

Deckers Outdoor Corp	2.98%
Blucora Inc	2.90%
Cleveland-Cliffs Inc	2.80%
Innoviva Inc	2.74%
SodaStream International Ltd	2.72%
Genworth Financial Inc	2.70%
Encore Wire Corp	2.55%
American Equity Investment Life Holding Co	2.13%
Piper Jaffray Cos	2.12%
MDC Holdings Inc	2.11%

## Asset Allocation



■ Equity - 97.76% ■ Cash - 2.24%

As a % of total portfolio as of 12/31/18.

## Investment Objective

The James Small Cap Fund seeks to provide long-term capital appreciation by investing in small cap stocks.

## Investment Strategy & Process

The James Small Cap Fund invests primarily in common stocks of small capitalization companies, defined by JIR as companies with capitalizations at the time of purchase no larger than the stocks in the Russell 2000® Index, which is the benchmark index for this fund. The Russell 2000® Index is constructed to provide a comprehensive capitalization weighted small cap universe of stocks and is reconstituted annually. As of December 31, 2018, the stock with the maximum capitalization in the Russell 2000 Index had a capitalization of \$5.8 billion. The James Small Cap Fund is not indexed to the Russell 2000® and may hold securities not included in the index.

## Morningstar Rating™

**Overall Rating** ★★  
**3 Year Rating** ★  
**5 Year Rating** ★★  
**10 Year Rating** ★★

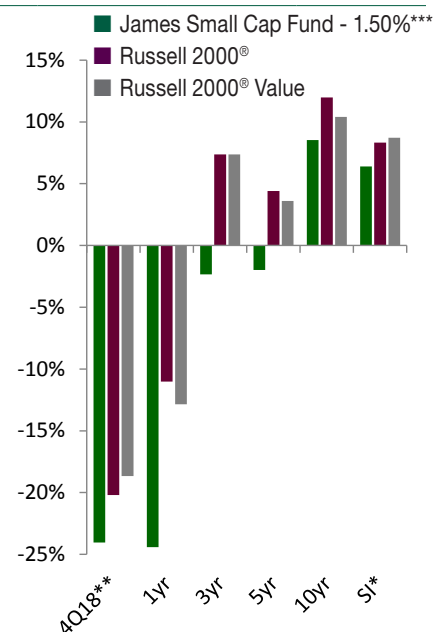
The Morningstar Star Rating™ for the James Small Cap Fund is based on risk-adjusted returns as of 12/31/18 in the small value category out of 373 funds overall and for the last 3 years, 327 in the last five years, and 228 in the last ten years.

The overall Morningstar Star Rating™ for a fund is derived from a weighted average of the performance figures associated with its three, five and ten year Morningstar rating metrics. ©2018 Morningstar, Inc. All Rights Reserved.

## Performance as of December 31, 2018

	4Q18**	1yr	3yr	5yr	10yr	SI*
<b>James Small Cap</b>	-24.04%	-24.42%	-2.34%	-1.98%	8.53%	6.40%
<b>Russell 2000®</b>	-20.20%	-11.01%	7.36%	4.41%	11.97%	8.32%
<b>Russell 2000® Value</b>	-18.67%	-12.86%	7.37%	3.61%	10.40%	8.71%

*Investors should consider the investment objectives, risks, and charges and expenses of the James Advantage Funds (the Funds) carefully before investing; this and other information about the Funds is in the prospectus, which can be obtained by calling 1-800-99-JAMES. Read the prospectus carefully before you invest. The 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. The Fund's current performances may be lower or higher than the performance data quoted. Investors may obtain performance information current to the last month-end, within 7 business days, at www.jamesfunds.com. \*Since Inception 10/2/98 \*\*4th quarter numbers are not annualized. (All other number are average annual returns.) \*\*\*Indicates total annual fund operating expenses.*



*Additional Performance figures can be found at JamesFunds.com.*

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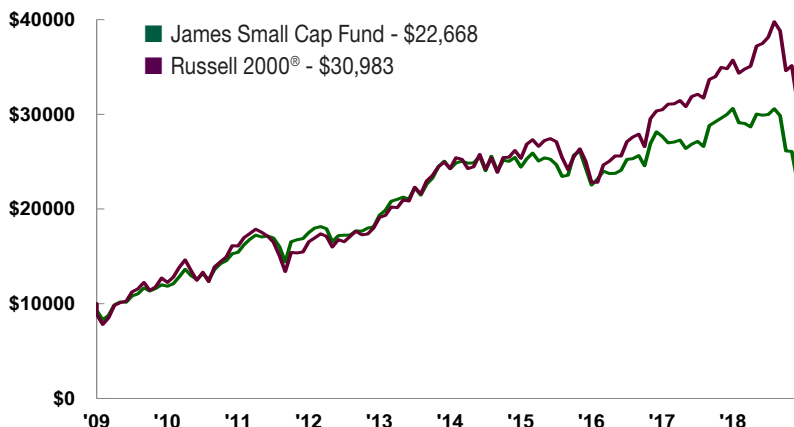


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## Growth of \$10,000 as of December 31, 2018



This performance is based on reinvestment of all dividends and distributions and does not reflect the deduction of taxes that a shareholder would pay on any distributions or the redemption of Fund shares.

## JASCX Yearly Returns

2009	20.04%
2010	27.24%
2011	10.43%
2012	7.35%
2013	38.38%
2014	1.54%
2015	-4.34%
2016	15.63%
2017	6.57%
2018	-24.42%

## Investment Committee

- Dr. Frank James, Ph.D**  
 44 Years  
 Founder and Chairman of James Investment Research  
 Senior Advisor to the Investment Committee
- Barry R. James, CFA, CIC**  
 30 Years  
 President/CEO and Portfolio Manager with James Investment Research  
 President of the James Advantage Funds
- Thomas L. Mangan, MBA**  
 22 Years  
 Advisor to the Investment Committee
- David W. James, CFA**  
 36 Years  
 Sr. Vice President and Portfolio Manager
- Ann M. Shaw, CFP**  
 38 Years  
 Chief Operating Officer and Portfolio Manager
- R. Brian Culpepper, MBA, CMFC**  
 20 Years  
 Sr. Vice President and Portfolio Manager
- Brian Shepardson, CFA, CIC**  
 17 Years  
 First Vice President and Portfolio Manager
- Trent D. Dysert, CFA**  
 10 years  
 Asst. Vice President and Portfolio Manager
- Matthew G. Watson, CFA, CPA**  
 9 years  
 Asst. Vice President and Portfolio Manager

## Market Cap Breakout



(Less than \$250 mil)	0.00%
(\$250 - \$1,000 mil)	17.50%
(\$1,000 - \$4,000 mil)	79.51%
(\$4,000 - \$7,000 mil)	2.99%
(Greater than \$7,000 mil)	0.00%

As a % of total portfolio as of 12/31/18.

## Top 5 Sector Diversification



Consumer Cyclical	23.87%
Finance	16.50%
Technology	15.32%
Industrial	12.81%
Basic Materials	10.73%

As a % of total portfolio as of 12/31/18.

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 Morningstar Rating does not include any adjustment for sales loads. 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.

As of 12/31/18, James Small Cap Fund was rated against the following numbers of U.S. domiciled Small Value funds over the following time periods: 373 funds in the last three years, 327 in the last five years, and 228 in the last ten years. With respect to these Small Value funds, the James Small Cap Fund received a Morningstar Rating™ of 1 stars for the three year period, 2 stars for the five year period, and 2 stars for the 10 year period.

Ratings are based on risk-adjusted return. The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its 3, 5 and 10-year (if applicable) Morningstar Rating metrics. (Overall and 3-years 373 funds)

Fund holdings and sector weightings are subject to change without notice. The average annual total returns assume reinvestment of income, dividends and capital gains distributions and reflect changes in net asset value. The principal value and investment return will vary with market conditions so that an investor’s shares, when redeemed, may be worth more or less than their original cost.

\*\*\*\*The Russell 2000® Index is a widely recognized, unmanaged index comprised of the 2,000 smallest U.S. domiciled publicly-traded common stocks of the Russell 3000® Index, which represents approximately 8% of the total market capitalization of the Russell 3000® Index, an unmanaged index of the 3,000 largest U.S. domiciled publicly-traded common stocks by market capitalization. One cannot invest directly in an index.

Price/Earnings ratio is a valuation of a company’s current share price compared to its per-share earnings.

Price/Book ratio is a ratio used to compare a stock’s market value to its book value. It is calculated by dividing the current closing price of the stock by the latest quarter’s book value per share.

Small-Cap investing involves greater risk not associated with investing in more established companies, such as greater price volatility, business risk, less liquidity and increased competitive threat. You should note that the James Advantage Funds are professionally managed mutual funds while the indices are unmanaged, do not incur expenses and are not available for investment. There are special risks associated with small capitalization issues such as market illiquidity and greater market volatility than large capitalization issues. James Advantage Funds distributed by ALPS Distributors, Inc., 1290 Broadway, Ste 1100, Denver, CO 80203. Barry R. James, David W. James, Ann M. Shaw, R. Brian Culpepper, Brian Shepardson, Trent D. Dysert, and Matthew G. Watson are registered representatives of ALPS Distributors, Inc.

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NOT FDIC INSURED

MAY LOSE VALUE

NO BANK GUARANTEE