

Q4 | December 31, 2017

Asset Class: Market Neutral

Primary Investment Objective: Absolute Return

The Zacks Market Neutral Fund

★★★ Overall Morningstar Rating™

Investor Shares for the period ended 12/31/2017, among 118 Market Neutral funds. The Overall Morningstar Rating for the fund is derived from a weighted average of the risk-adjusted performance figure associated with its 3- and 5-Year Morningstar Rating metrics.



Objective: The fund's investment objective is to generate positive returns in both rising and falling equity markets. The fund will simultaneously invest in long and short positions to minimize portfolio exposure to overall equity market risk.

Portfolio Manager

Mitch Zacks

- 21 Years with Zacks Investment Management
- B.A. Economics-Yale University
- MBA Analytical Finance – University of Chicago

Portfolio Analyst

Tony Zhang

- Chartered Financial Analyst
- PhD University of Minnesota
- MBA Analytical Finance – University of Chicago

Fund Benchmark

Citigroup 3-month T-bill Index

Fund Symbol and CUSIP

Institutional ZMNIX 461418808

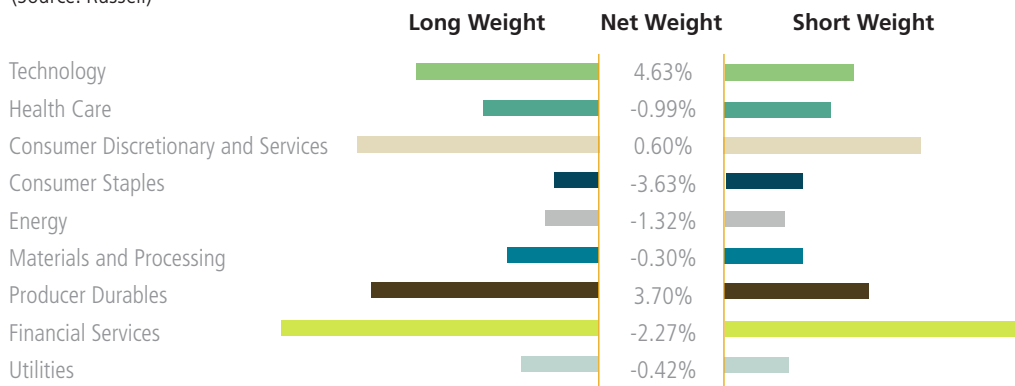
Investor ZMNVX 461418709

Portfolio characteristics data are based on the equivalent exposure of unaudited net assets as of 12/31/17. Equivalent exposure measures how a portfolio's value may change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ. The portfolio is actively managed, and current holdings may be different.

- NOT FDIC INSURED
- MAY LOSE VALUE

Sectors as of 12/31/17

(Source: Russell)



TOP TEN HOLDINGS - LONG

Discovery Communications Inc	DISCA
Lowe's Cos Inc	LOW
Ameriprise Financial Inc	AMP
Allison Transmission Holdings Inc	ALSN
Deckers Outdoor Corp	DECK
Fastenal Co	FAST
JPMorgan Chase & Co	JPM
Landstar System Inc	LSTR
Conn's Inc	CONN
Eaton Vance Corp	EV

TOP TEN HOLDINGS - SHORT

At Home Group	HOME
Southern Copper	SCCO
Bank of the Ozarks	OZRK
Immuniomedics	IMMU
Builders FirstSource	BLDR
II-VI	IIVI
WEX	WEX
Cheniere Energy	LNG
Vonage Holdings	VG
Interactive Brokers Group	IBKR

AVERAGE ANNUAL RETURNS (%) AS OF 12/31/17

	1 yr	3 yr	5 yr	Annualized Return Since Inception (7/24/2008)	Cumulative Return Since Inception (7/24/2008)
ZMNIX	-2.90%	1.81%	0.73%	-1.14%	-10.29%
ZMNVX	-3.21%	2.13%	1.23%	-0.53%	-4.94%
Citigroup 3-Month	0.84%	0.38%	0.24%	0.23%	2.22%

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value fluctuate so your shares, when sold, may be worth more or less than the original cost; current performance may be lower or higher than quoted. Investors may obtain performance information current to the most recent month-end by calling 1-888-453-4003.

The performance returns reflect a fee waiver in effect (see below) and without the fee waiver, returns would have been reduced. Shares redeemed within 30 days of purchase may be subject to a 2.00% redemption fee. Please see the Fund's prospectus for more information.

MARKET CAPITALIZATION

	Long	Short
Large Cap	10.99%	8.69%
Mid Cap	40.71%	40.96%
Small Cap	48.30%	50.35%

Please see reverse side for additional information

Glossary

Alpha is a measure of the portfolio's risk adjusted performance. When compared to the portfolio's beta, a positive alpha indicates better-than-expected portfolio performance and a negative alpha worse than-expected portfolio performance.

Beta is a measure of the volatility of a portfolio relative to the overall market. A beta less than 1.0 indicates lower risk than the market; a beta greater than 1.0 indicates higher risk than the market. It is most reliable as a risk measure when the return fluctuations of the portfolio are highly correlated with the return fluctuations of the index chosen to represent the market.

R2 represents the percentage of the portfolio's movements that can be explained by the general movements of the market. Index portfolios will tend to have values very close to 100.

Standard deviation is an indicator of the portfolio's total return volatility, which is based on a minimum of 36 monthly returns. The larger the portfolio's standard deviation, the greater the portfolio's volatility.

Market capitalization is the value of a corporation as determined by the market price of its issued and outstanding common stock. It is calculated by multiplying the number of outstanding shares by the current market price of a share.

Price/book ratio (P/B) is the ratio of a stock's price to its book value per share.

Price/earnings ratio (P/E) is the price of a stock divided by its earnings per share.

Turnover ratio is the percentage of a portfolio's assets that have changed over the course of a year. It is calculated by dividing the average assets during the period by the lesser of the value of purchases and the value of sales during the same period.



Zacks Funds

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The Zacks Market Neutral Fund is distributed by IMST Distributors, LLC.

CALENDAR YEAR TOTAL RETURNS (%)

	Institutional Class without sales charge	Investor Class without sales charge	Citigroup 3-month T-Bill Index
2017	-2.90%	-3.21%	0.84%
2016	6.00%	6.54%	0.27%
2015	2.52%	3.30%	0.03%
2014	3.51%	4.31%	0.03%
2013	-5.03%	-4.34%	0.05%
2012	-1.68%	-0.89%	0.07%
2011	4.70%	5.48%	0.06%
2010	-2.49%	-1.69%	0.13%
2009	-11.24%	-10.65%	0.16%

FUND EXPENSES

Institutional (ZMNIX)	
Gross Expense Ratio	4.70%
Net Expense Ratio	4.06%*
Investor (ZMNVX)	
Gross Expense Ratio	4.95%
Net Expense Ratio	4.31%*

Gross Expense Ratio is the fund's total operating expense ratio from the fund's most recent prospectus.

Net Expense Ratio reflects the reduction of expenses from fee waivers and reimbursements. Elimination of these reductions will result in higher expenses and lower performance.

* The Fund's advisor has contractually agreed to waive its management fee and, if necessary, to reimburse other operating expenses in order to limit total annual fund operating expenses (excluding taxes, leverage interest, brokerage commissions, dividend expenses on short sales, acquired fund fees and expenses (as determined in accordance with Form N-1A), expenses incurred in connection with any merger or reorganization, or extraordinary expenses such as litigation) to 1.65% and 1.40% of average daily net assets for Institutional Shares and Investor Shares, respectively. This agreement will remain in effect until March 31, 2020 but may be terminated by the Trust's Board of Trustees. The Fund's advisor is permitted to seek reimbursement from the Fund of previously waived fees or reimbursements to the Fund for three years from the date fees were waived or Fund expenses were paid if such repayment can be achieved within the Fund's expense limit in effect at the time such expense was incurred and if certain other conditions are satisfied.

FUND DATA

Commencement Date	7/24/2008	
Net Assets	\$20,577,345.47	
	Long	Short
Number of Issues	138	135
Market Cap (Median)	3,567	3,176
Trailing P/E (Median)	18.21	26.31
P/B (Median)	2.29	2.48

IMPORTANT RISK CONSIDERATIONS

An investment in the Fund is subject to investment risk, including the possible loss of the entire principal amount that you invest. There can be no assurance that the Fund will achieve its investment objectives. The value of the Fund will fluctuate with the value of the underlying securities. For more complete information on risks associated with this Fund, please read the prospectus and statement of additional information carefully.

Short Sales Risk. In order to establish a short position in a security, the Fund must first borrow the security from a broker or other institution to complete the sale. The Fund may not always be able to borrow a security, or to close out a short position at a particular time or at an acceptable price. If the price of the borrowed security increases between the date of the short sale and the date on which the Fund replaces the security, the Fund may experience a loss.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each 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. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics. The Zacks Market Neutral Fund was rated against the 83 U.S.-domiciled Market Neutral funds over the 5 year period and 118 for the 3- year period. The fund was rated 3 stars for the 3- year period and 3 stars for the 5- year period ending December 31, 2017. Past performance is no guarantee of future results. Morningstar Ratings shown are for Investor share class only; other classes may have different performance characteristics.

You should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. For a Summary Prospectus and/or Statutory Prospectus which contains this and other information about the Fund, please visit www.zacksfunds.com or call 1-888-453-4003. Please read the Summary Prospectus and/or Statutory Prospectus carefully before investing.

INDEPENDENT

Research | Thinking | Results