Dear Robert & Susan Pincus,

After a bumpy Q1, 2016, the second quarter was relatively calm. That is until the last few days of the quarter when the citizens of the United Kingdom voted to leave the European Union. The markets had not expected a 'brexit' and reacted quite unfavorably ripping $2.5 trillion out of the global economy in the following two days. The referendum was an opinion of the British people, one which is currently being contended by all sides of the UK and European government. Only time will tell what the outcome of this referendum will be. As with any crisis, there are up days and there are down days. The goal of our strategy is to embrace volatility, and where some managers see panic we see opportunities.

We consider the daily trades made in your portfolio during the normal course of business to be micro changes. Macro changes are changes which alter your target allocation. During the second quarter we began a process to remove all mutual funds from your account and this process will be completed by the end of 2016. Additionally, we adjusted the minimum weighting in your portfolio from 1% to 2% to increase the revenue generated from each trade.

As you know, the goal of GA Pincus Funds is to actively manage your assets so that your account beats your benchmark net of all fees. And I have some wonderful news for you - Net of all fees, GA Pincus Funds was victorious!