

**Ranger International Management
Verification and Ranger Global Income & Growth Composite
Performance Examination Report**

December 31, 2018



Verification and Performance Examination Report

Mr. Jay Thompson, CFO/COO;
Mr. Nim Hacker, CCO;
Ms. Sylvie Millette, Accounting Manager; and
Ms. Katie Andersen, Compliance Associate
Ranger International Management

We have verified whether Ranger International Management (the "Firm") (1) has complied with all the composite construction requirements of the Global Investment Performance Standards (GIPS®) on a firm-wide basis for the periods from October 1, 2016 through December 31, 2018, and (2) designed its policies and procedures to calculate and present performance in compliance with the GIPS standards as of December 31, 2018. We have also conducted a performance examination of the Firm's Ranger Global Income & Growth Composite for the periods from October 1, 2016 through December 31, 2018. The Firm's management is responsible for compliance with the GIPS standards and the design of its policies and procedures and for the Ranger Global Income & Growth Composite's compliant presentation. Our responsibility is to express an opinion based on our verification and performance examination. We conducted this verification and performance examination in accordance with the required verification and performance examination procedures of the GIPS standards. We also conducted such other procedures as we considered necessary in the circumstances.

In our opinion, the Firm has, in all material respects:

- Complied with all the composite construction requirements of the GIPS standards on a firm-wide basis for the periods from October 1, 2016 through December 31, 2018; and
- Designed its policies and procedures to calculate and present performance in compliance with the GIPS standards as of December 31, 2018.

A verification covering the periods from June 1, 2010 through September 30, 2016 was performed by another verification firm, whose report expressed an unqualified opinion thereon.

Also, in our opinion, the Firm has, in all material respects:

- Constructed the Ranger Global Income & Growth Composite and calculated the Ranger Global Income & Growth Composite's performance for the periods from October 1, 2016 through December 31, 2018 in compliance with the GIPS standards; and



- Prepared and presented the Ranger Global Income & Growth Composite's accompanying compliant presentation for the periods from October 1, 2016 through December 31, 2018 in compliance with the GIPS standards.

A performance examination of the Firm's Ranger Global Income & Growth Composite covering the periods from January 1, 2011 through September 30, 2016 was performed by another verification firm, whose report expressed an unqualified opinion thereon.

We have not been engaged to examine, and did not examine, the Supplemental Information included in the accompanying performance presentation and, accordingly, we express no opinion on the Supplemental Information.

This report does not relate to or provide assurance on any composite compliant presentation of the Firm other than the Firm's Ranger Global Income & Growth Composite.

Adviser Compliance Associates, LLC

Adviser Compliance Associates, LLC
ACA Performance Services Division
October 9, 2020

Ranger International Management – Ranger Global Income & Growth Composite
April 1, 2003 through December 31, 2018

Year ⁵	Total Return (Gross)	Total Return (Net)	MSCI AC World Index ¹⁰	Composite Three-year Annualized Standard Deviation	Benchmark Three-year Annualized Standard Deviation	Number of Accounts	Composite Dispersion ⁴	Composite Assets ⁹ (US\$ mil)	Total I&GG Assets ⁷ (US\$ mil) Supplemental	Composite Assets as % of I&GG Assets ⁷ Supplemental	Composite Assets as % of Firm Assets	Total Firm Assets (US\$ mil)
2003	48.40%	47.34%	41.69%	NA	NA	Fewer than 6	NM	\$0.51	-	-	-	-
2004	16.23%	15.09%	15.75%	NA	NA	Fewer than 6	NA	\$0.58	-	-	-	-
2005	-5.13%	-6.08%	11.37%	NA	NA	Fewer than 6	NA	\$0.77	-	-	-	-
2006	18.76%	17.59%	21.53%	9.06%	8.11%	Fewer than 6	NA	\$1.66	-	-	-	-
2007	4.82%	3.78%	12.18%	10.14%	8.64%	Fewer than 6	NA	\$2.54	-	-	-	-
2008	-37.28%	-37.93%	-41.85%	16.43%	17.98%	Fewer than 6	NA	\$0.75	-	-	-	-
2009	48.46%	47.03%	35.41%	19.27%	22.37%	Fewer than 6	NA	\$1.10	-	-	-	-
2010	24.04%	22.83%	13.21%	19.15%	24.51%	Fewer than 6	NA	\$1.33	-	-	-	-
2011	2.95%	1.93%	-6.86%	13.72%	20.59%	Fewer than 6	NA	\$6.13	\$6.13	100.00%	54.92%	\$11.16
2012	17.38%	16.23%	16.80%	10.66%	17.11%	Fewer than 6	NA	\$12.99	\$176.49	7.36%	6.38%	\$203.50
2013	16.14%	15.00%	23.44%	10.85%	13.92%	Fewer than 6	NA	\$528.02	\$528.02	100.00%	98.73%	\$534.83
2014	3.93%	2.90%	4.71%	9.05%	10.48%	Fewer than 6	NA	\$926.05	\$926.05	100.00%	99.30%	\$932.58
2015	-8.25%	-9.17%	-1.84%	9.84%	10.78%	Fewer than 6	NA	\$386.89	\$397.90	97.20%	95.70%	\$404.34
2016	9.25%	8.17%	8.48%	9.35%	11.07%	Fewer than 6	NA	\$24.80	\$45.57	54.43%	48.32%	\$51.33
2017	17.54%	16.39%	24.62%	8.83%	10.37%	Fewer than 6	NA	\$20.78	\$20.78	100.00%	76.02%	\$27.34
2018	-7.23%	-8.16%	-8.93%	9.10%	10.48%	Fewer than 6	NA	\$17.63	\$17.63	100.00%	74.28%	\$23.73

NA - Information is not applicable due to (1) an insufficient number of accounts in the composite for the entire year or (2) less than a three year track record.

NM - Calculations for less than an entire calendar year for Composite Dispersion are not statistically meaningful.

Ranger International Management ("Ranger") claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with GIPS standards. Ranger has been independently verified by Ashland Partners and Company for the periods June 1, 2010 through September 30, 2016 and by ACA Performance Services, LLC for the periods October 1, 2016 through December 31, 2018.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Ranger Global Income and Growth Composite has been examined for the periods from January 1, 2011 through December 31, 2018. The verification and performance examination reports are available upon request.

Notes:

- Ranger is an investment adviser registered with the United States Securities and Exchange Commission in accordance with the Investment Advisers Act of 1940. The Ranger Global Income & Growth Composite (the "Composite") includes all fully discretionary, fee paying accounts, which seeks to earn attractive returns by investing globally in an array of approximately 40 to 50 high yielding securities, primarily equities, which provide meaningful current income combined with the potential for capital appreciation. Composite portfolio holdings generally include a variety of yield-generating investments, including real estate investment trusts, preferred shares, master limited partnerships, bonds, closed end funds and high yielding equities. The Composite creation date is January 1, 2011. A complete list and description of composites are available upon request.
- Effective January 1, 2014, the Composite is measured against the MSCI ACWI (the "Index") for comparison purposes. The Index captures large and mid cap constituents across 23 Developed Markets and 21 Emerging Markets countries covering approximately 85% of the global investable equity opportunity set. From January 1, 2011 to December 31, 2013, the Standard and Poor's 500 Index and the Index were used for comparison purposes. Because Composite holdings are global in scope, Ranger eliminated the Standard and Poor's 500 Index for comparison purposes in favor of the Index. Unlike the Index, Composite portfolios are actively managed and invest in a relatively concentrated group of approximately 40 to 50 holdings, some of which differ significantly from the holdings represented in the Index. Accordingly, comparing or contrasting Composite results or characteristics with those of the Index may be of limited use. Performance results of the Index include the reinvestment of dividends and income.
- Composite returns are presented (1) gross and net of management fees, (2) gross of foreign withholding taxes on dividends, interest income and capital gains, and (3) include the reinvestment of all dividends and income. Net of fee performance was calculated using the highest management fee equal to an annual rate of one percent (1.00%) of the capital account balance. Performance results presented prior to January 1, 2011 represent the portable results of global portfolios managed exclusively by the portfolio manager on behalf of Andersen Capital Management, LLC with virtually identical investment objectives as the Composite. The current fee schedule for the composite is one percent (1.00%) for the first \$25mm in AUM; Eighty-five basis points (0.85%) for the next \$50mm in AUM; Seventy basis points (0.70%) between \$75-150mm in AUM; and AUM Over \$150mm is fifty basis points (0.50%). Investment advisory fees incurred by clients may vary. Valuations are computed and performance is reported in U.S. dollars. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.
- Internal dispersion is calculated using the asset-weighted standard deviation of all portfolios that were included in the Composite for the entire year.
- Performance periods of less than 12 months are not annualized. Year 2003 performance results commenced on April 1, 2003.
- The Composite is re-valued and accounted for following a ten percent (10%) or greater cash inflow and outflow so as not to distort performance.
- Total I&GG Assets include this Composite's assets as well as other income and growth style assets managed by Ranger. ACA has not reviewed the total strategy assets or percentage of assets in the disclosure presentation.
- Ranger makes no representation, and it should not be assumed, that future investment performance will be profitable or will conform to past performance. Gross performance returns presented herein will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. The collection of fees produces a compounding effect on the total rate of return net of management fees. As an example, the effect of investment management fees on the total value of a client's portfolio assuming (a) quarterly fee assessment, (b) \$1,000,000 investment, (c) portfolio return of 8% a year, and (d) 1.00% annual investment advisory fee would be \$10,416 in the first year, and cumulative effects of \$59,816 over five years and \$143,430 over ten years. Actual performance results of client accounts may differ substantially.
- The Ranger Global Income and Growth Composite had a significant cash flow policy of 20% from October 2012 through December 2012. Effective January 1, 2013, the Composite does not have a significant cash flow policy.

THIS INFORMATION, FURNISHED ON A CONFIDENTIAL BASIS TO THE RECIPIENT, DOES NOT CONSTITUTE AN OFFER TO SELL OR A SOLICITATION OF AN OFFER TO BUY ANY SECURITIES, INVESTMENT PRODUCT OR INVESTMENT ADVISORY SERVICES. SUCH OFFER OR SOLICITATION MAY ONLY BE MADE BY MEANS OF DELIVERY OF AN INVESTMENT ADVISORY AGREEMENT OR OTHER SIMILAR MATERIALS WHICH CONTAIN A DESCRIPTION OF MATERIAL TERMS RELATING TO SUCH INVESTMENT. THIS INFORMATION IS INTENDED EXCLUSIVELY FOR THE USE OF THE PERSON TO WHOM IT HAS BEEN DELIVERED, AND IT IS NOT TO BE REPRODUCED OR REDISTRIBUTED TO ANY OTHER PERSON.