



Dear Investors,

The first quarter of 2022 was one of extreme volatility across many asset classes. The S&P 500 was down 5%, and the drawdowns in most fixed income products were even greater. RS Low Beta Opportunity Fund finished the quarter flat, which given the moves in the previously mentioned asset classes during this relatively short period of time, in addition to the 20% rise in the VIX, we successfully gave our investors the buffer on down moves that the Fund is set up to do.

While Q1 was relatively successful, we believe that the benefits of RS Low Beta Opportunity Fund will be continuously seen over the next few quarters. As stated in many of our previous letters, the Fund is set up to perform best as the extreme market moves stabilize. We have already seen some of this happening during the latter half of March. In addition, we also enter Q2 with an even better risk/reward profile due to elevated volatility and the premiums we still have left to collect.

Although some of the more extreme moves have begun to stabilize, we still think that both equities and fixed income will continue to experience volatility. The Federal Reserve is committed to raising rates, which by itself will put some pressure on many asset classes. When adding in geopolitical events to this mix, 2022 could be a year where markets will continue to experience bumpy rides.

The above scenario should bode well for RS Low Beta Opportunity Fund, as we are an alternative investment. We are designed to generate income in all environments, and a volatile environment will be more beneficial to the Fund in comparison to both long equity and fixed income investments. Over time this will be borne out as our return profile continues to be much higher than cash and bonds. If current market conditions continue and intervals of volatility are followed by periods of stabilization, the Fund will provide equity like returns while taking substantially less risk than 100% direct equity exposure. If markets experience single digit returns in 2022, regardless of if that return is positive or negative, the Fund will perform extremely well, as we will capture all of the (absolute value of the) return, while only taking a fraction of the risk.

The graph on the following page is from our end of 2021 letter, and it still is an accurate reflection of the expected gross return of the Fund under various market conditions for FY2022.

<b>S&amp;P 500</b>	<b>Low End</b>	<b>High End</b>
-15%	5%	10%
-10%	8%	13%
-5%	10%	14%
0	11%	16%
5%	10%	15%
10%	10%	15%
15%	9%	14%

We appreciate your trust and as always, please don't hesitate to reach out to David or Brian with any comments or questions.

David Rosenblum & Brian Shapiro