

OBERWEIS INTERNATIONAL OPPORTUNITIES INSTITUTIONAL FUND (OBIIIX)

1Q 2018

AVERAGE ANNUAL TOTAL RETURNS (as of March 31, 2018)

	QTD	1 Yr	3 YR	Since Inception 3/10/2014	Gross/Net Expense Ratio*
Oberweis International Opportunities Institutional Fund (OBIIIX)	1.41%	29.15%	13.44%	8.70%	1.15%/1.10%
MSCI World ex-US Small-Cap Growth Index	0.77%	24.75%	12.85%	8.21%	

*As of December 31, 2017. Oberweis Asset Management, Inc. (OAM), the Fund's investment advisor is contractually obligated through April 30, 2019 to reduce its management fees or reimburse OBIIIX to the extent that total ordinary operating expenses exceed in any one year 1.10% expressed as a percentage of each Fund's average daily net assets. The annual expense ratio will reflect a blend of both the old and new expense reimbursement arrangements in effect for 2017.

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate, so that you may have gain or loss when shares are sold. Current performance may be higher or lower than quoted. Visit us online at oberweisfunds.com for most recent month-end performance. Before investing, consider the fund's investment objectives, risks, charges, and expenses. To obtain a copy of the prospectus or summary prospectus containing this and other information, please visit our website at oberweisfunds.com or call 800-323-6166. Read it carefully before investing. The Oberweis Funds invest in rapidly growing smaller and medium-sized companies that may offer greater return potential. However, these investments often involve greater risks and volatility. Foreign investments involve greater risks than U.S. investments, including political and economic risks and the risk of currency fluctuations. There is no guarantee that the Funds can achieve their objectives.

The MSCI World ex-US Small-Cap Growth Index (Net) is a free float-adjusted market capitalization weighted index that is designed to measure the performance of small cap growth developed markets excluding the U.S., with minimum dividends reinvested net of withholding tax.

The Oberweis Funds are distributed by Oberweis Securities, Inc. Member: FINRA & SIPC.

The Quarter in Review

We are pleased to report favorable results for the first quarter of 2018. For the quarter, the Oberweis International Opportunities Institutional Fund returned 1.41% versus 0.77% for the MSCI World ex USA Small Cap Growth Index, for an excess return of 64 bps.

The positive return in the quarter was generated against a backdrop of renewed volatility as market participants became suddenly concerned with a myriad of potential issues. All was well in the first month of the year, with the MSCI World Index gaining 5.31% in January. However, the calm soon ended and early gains receded. In February, the CBOE's VIX Index (a proxy for volatility) spiked above 50, the highest reading since August 2015. Investors worried about rising interest rates under a new regime at the Federal Reserve, the potential for a trade war with China, and a barrage of "off-the-cuff" Tweets by President Trump on a variety of issues including immigration and the investigation into his potential ties to Russia.

Despite these concerns, global economic growth remains robust. Corporate operating earnings continue to look strong with earnings growth in the U.S, Europe and Japan all reporting accelerating and double digit growth. Manufacturing PMI around the world remains at levels indicative of continued expansion, and our global outlook for GDP growth continues to be favorable.

At the sector level, the Fund benefitted from strong stock selection in Industrials and Information Technology. Our industrial investments fared well in part due to strong returns among our Japanese staffing companies, which are benefitting from a tight labor market in Japan. An underweight allocation to Healthcare, which performed well during the period, detracted from performance this quarter. In terms of country attribution, the Fund benefitted from strong stock selection in Singapore, Australia, Canada, Germany and the United Kingdom, partially offset by adverse stock selection in Sweden and Norway.

Outlook

Despite a positive macro and micro economic backdrop, our outlook has become incrementally more cautious given the uncertainty on global trade. Globalization has been one of the drivers of margin expansion over the past two decades and we worry about the potential for margin contraction in the case of a trade war. A recent report by Empirical Research Partners (ERP) notes that since China joined the World Trade Organization in 2001, manufacturers' net margins have nearly doubled with the bulk of the margin improvement coming from the benefits of globalization. Protectionist trade policies have the potential to halt or reverse those margins gains and depress corporate earnings. As every economic student remembers, tariffs have historically not worked well toward either improving trade deficits or stimulating growth. The bottom line is that protectionist trade policy is a cloud over the market. It could have strong negative effects on earnings or fade away with a Tweet from Pennsylvania Ave.

In thinking through the effects of a potential trade war, the analysis is not an easy one. While protectionist policies that deter free trade are likely to depress global growth, some regions could be hurt less than others. For example, if U.S. products become uncompetitive in China as a result of meaningful tariffs, European companies could stand to pick up the slack. Perhaps this helps to explaining weakening correlations between U.S. and European equities so far this year. With respect to our portfolio, we remain focused on identifying individual stocks that we believe are being substantially misvalued by the market. Change – be it a new product, a geographic expansion, a corporate restructuring or even a government policy change – often create the catalysts that drive the misunderstandings that create opportunities. We will continue to seek out companies with the potential to generate earnings materially higher than analyst expectations.

Fund Highlights

At quarter-end, the Fund was invested in 75 stocks in 15 countries. Our top five country weightings (portfolio weighting versus the MSCI World ex-US Small Cap Growth Index) at the end of the quarter were Japan (27.7% vs. 29.5%), the United Kingdom (15.6% vs. 14.8%), Switzerland (7.8% vs. 4.9%), Germany (7.0% vs. 6.1%), and Australia (6.1% vs. 5.9%). On a sector basis, the Fund is overweight information technology (26.1% vs. 17.9%) and underweight consumer staples (2.7% vs. 8.8%). In addition, we ended the quarter with a slightly above-average cash levels to provide flexibility.

We remain overweight technology. Against a strong economic backdrop, technology shares offer high operating leverage and tend to fare well in periods of higher-than-expected aggregate demand. That said, our optimism is somewhat tempered by trade war worries. In fact, that is the primary reason why we enter the second quarter underweight industrials. Many industrial companies are vulnerable to protectionist trade policies. We also continue to remain underweight consumer discretionary and staples. For example, rising inflation in the U.K. makes for a difficult consumer environment, while yield-chasing investors have kept valuations for staples quite lofty.

Key Benefits

The Oberweis International Opportunities Institutional Fund seeks to identify and capitalize on the investment opportunities offered by smaller companies in Europe, the UK, Canada, Asia, Japan, and Latin America. The Fund focuses on identifying less well-known small-cap companies which traditionally receive less coverage than larger companies, consequently providing unique opportunities to unearth hidden values.

The potential key benefits of the International Opportunities Institutional Fund are:

- Diversified portfolio of smaller, non-U.S. companies with higher than expected earnings potential
- Combines empirically-proven Behavioral Finance principles with the very best of fundamental bottom-up research
- Access to attractive but lesser-known foreign companies that do not receive significant institutional coverage but possess higher than expected growth potential
- Achieve a more effective asset allocation, and greater long-term diversification of their portfolios through investments in non-U.S. equities
- Invests primarily in developed markets with some exposure to emerging markets
- Potential for significant alpha over a full market cycle

Minimum Investment: \$1,000,000

The Oberweis Funds invest in rapidly growing smaller and medium sized companies which may offer greater return potential. However, these investments often involve greater risks and volatility. Investing in emerging markets involves risks and considerations not present when investing in more-established securities markets. Investing in international/emerging market investment funds should be considered speculative and thus not appropriate for all investors. There is no guarantee that the portfolios can achieve their objectives.

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OBERWEIS INTERNATIONAL OPPORTUNITIES INSTITUTIONAL FUND (OBIIX)

1Q 2018

COUNTRY ALLOCATION (As of March 31, 2018)

	Oberweis International Opportunities Institutional Fund (OBIIX)	MSCI World ex-US Small-Cap Growth Index
Japan	27.6%	29.5%
United Kingdom	15.5%	14.8%
Switzerland	7.8%	4.9%
Germany	7.0%	6.1%
Australia	6.0%	5.9%
France	5.4%	4.3%
China	5.0%	0.0%
Canada	4.9%	8.5%
Netherlands	3.7%	1.9%
Singapore	3.1%	1.6%
Sweden	2.3%	5.4%
Spain	1.7%	2.0%
Italy	0.0%	3.4%
Denmark	0.0%	2.0%
Other Countries	2.6%	9.7%
Cash	7.4%	N/A
Total:	100.0%	100.0%

*Country Allocation is defined using MSCI's Country Classification methodology and represents countries whose allocation in the Strategy or Index is 2% or more. Country allocations representing less than 2% are categorized in "Other Countries". Country Allocation as a Percentage of Total Net Assets.
 Source: Thomson Reuters Eikon

TOP TEN HOLDINGS (as of December 31, 2017)

	Company	Line of Business
1	Open House Co. Ltd.	2.6% Japan-based single family home and real estate service provider
2	Outsourcing, Inc.	2.5% Japan-based staffing services company
3	Tele2 AB	2.4% European telecommunication service provider
4	Venture	2.3% Singapore-based contract manufacturing service provider
5	En-Japan Inc.	2.1% Japan based job listing website operator
6	GVC Holdings PLC	2.0% A United Kingdom based international online gaming company, offering sports betting, casino and poker games
7	Intermediate Capital Group	2.0% Private equity company investing in international debt products based in the United Kingdom
8	Aurelius Equity Opportunities	1.8% Investment company that provides loans to distressed companies, offers management services, and develops & implements restructuring plans
9	Fuji Electric	1.8% Leading heavy electric machinery manufacturer based in Japan
10	Mitsui Mining	1.8% Non-ferrous metal and electronics materials supplier located in Japan

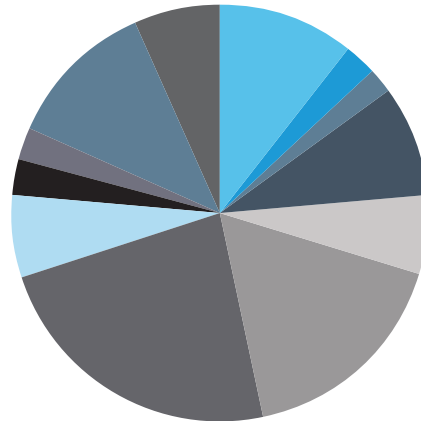
Top 10 holdings as a percentage of Total Net Assets. Portfolio Holdings are subject to change at any time. References to specific securities should not be construed as a recommendation to buy or sell and should not be assumed profitable. Source: Thomson Reuters Eikon

OBERWEIS INTERNATIONAL OPPORTUNITIES INSTITUTIONAL FUND (OBIIX)

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SECTOR WEIGHTINGS (as of March 31, 2018)

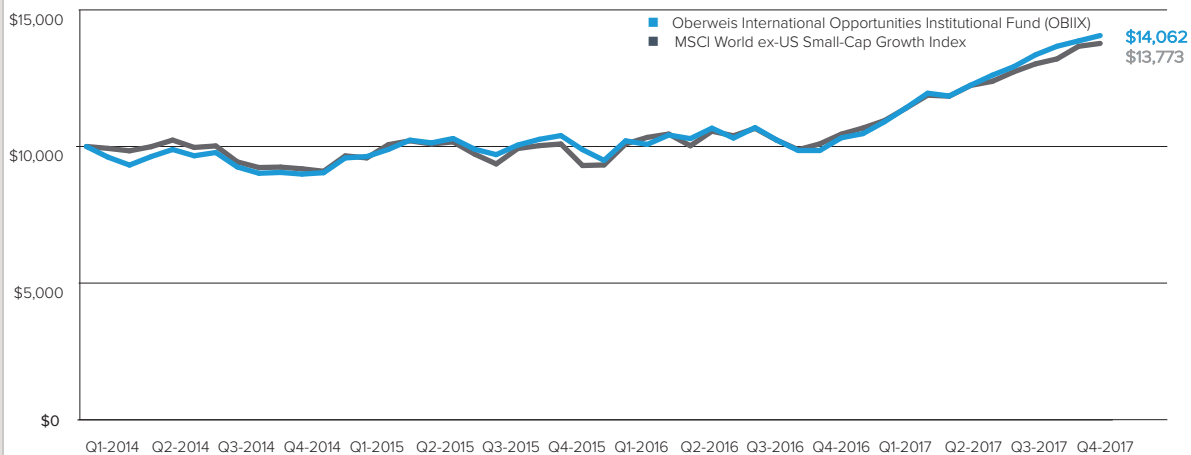
Consumer Discretionary	11.9%
Consumer Staples	2.7%
Energy	2.4%
Financials	9.5%
Health Care	7.0%
Industrials	18.8%
Information Technology	25.9%
Materials	7.4%
Real Estate	3.0%
Telecomm Service	2.7%
Utilities	1.3%
Cash	7.4%
Total	100.0%



Sector weightings as a % of Total Net Assets.

Source: Thomson Reuters Eikon used unless otherwise noted. Sector data based on MSCI's revised Global Industry Classification Standards. For more details, visit www.msci.com

GROWTH OF \$10,000 — WITH INCOME INVESTED (March 10, 2014 – March 31, 2018)



The Oberweis Aperture

Our unique, highly disciplined investment approach includes a series of eight criteria to focus our research efforts.



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Oberweis Asset Management, Inc.

Recognized as a leading small-cap stock specialist, Oberweis has been helping institutional investors manage their assets prudently and effectively for many years.

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