Oberweis Asset Management

OBERWEIS CHINA OPPORTUNITIES FUND INVESTOR CLASS (OBCHX) INSTITUTIONAL CLASS (OCHIX)

4Q 2019

AVERAGE ANNUAL TOTAL RETURNS *(as of December 31, 2019)*

	QTD	YTD	1 YR	3 YR	5 YR	10 YR	Since Inception 10/1/2005	Gross/Net Expense Ratio*
Oberweis China Opportunities Fund Institutional Class (OCHIX)**	**12.04%**	**36.82%**	**36.82%**	**16.37%**	**7.06%**	**6.95%**	**12.09%**	**1.70%/1.59%**
Oberweis China Opportunities Fund Investor Class (OBCHX)	**11.91%**	**36.33%**	**36.33%**	**16.07%**	**6.78%**	**6.68%**	**11.81%**	**1.95%/1.84%**
MSCI China Net	14.71%	23.46%	23.46%	15.56%	7.49%	5.34%	10.35%	
MSCI Zhong-Hua Small-Cap Growth Index	5.59%	3.28%	3.28%	-3.25%	-5.28%	-1.26%	N/A	

**As of December 31, 2019. Oberweis Asset Management, Inc. (OAM), the Fund's investment advisor is contractually obligated through April 30, 2020 to reduce its management fees or reimburse OBCHX to the extent that total ordinary operating expenses exceed in any one year 2.24% expressed as a percentage of the Fund's average daily net assets and for OCHIX 1.99%.*

***Institutional Class shares OCHIX performance information was calculated using the historical performance of Investor Class shares for periods prior to May 1, 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.

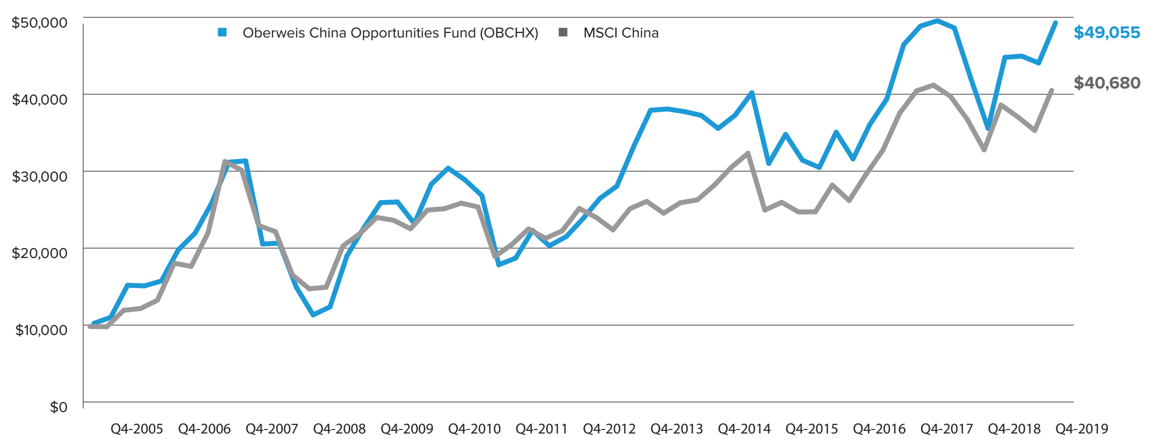
The MSCI China Net Index is a free float-adjusted market capitalization-weighted Index of Chinese equities that include China-affiliated corporations and H shares listed on the Hong Kong Exchange, and B shares listed on the Shanghai and Shenzhen exchanges and P chips and foreign listings with minimum dividends reinvested net of withholding tax.

The MSCI Zhong Hua Small-Cap Growth Index (Net) is a free float-adjusted market capitalization index that is designed to measure the performance of small cap stocks in the developed markets and emerging markets of China and Hong Kong excluding China A shares, with minimum dividends reinvested net of withholding tax. The MSCI Zhong Hua Small-Cap Growth Index began on May 31, 2007, and the line graph for the Index begins at the same value as the Fund on that date.

The MSCI China Net Index is replacing the MSCI China Small Cap Growth Index and the MSCI Zhong Hua Small Cap Growth Index. OAM believes the MSCI China Net Index is a more appropriate benchmmark index given the China Opportunities Fund's investment strategy of investing in China and Hong Kong.

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

GROWTH OF $10,000 — WITH INCOME INVESTED *(October 1, 2005 – December 31, 2019)*



OBERWEIS CHINA OPPORTUNITIES FUND
INVESTOR CLASS (OBCHX)
INSTITUTIONAL CLASS (OCHIX)

4Q 2019

The Quarter and Year in Review

We are pleased to report excellent results for the China Opportunities Fund in 2019. For the year, the Fund returned 36.33% versus 23.46% for the MSCI China Index, for excess return of 1287 basis points. In the fourth quarter, the strategy returned 11.91% versus 14.71% for the benchmark.

Chinese equities rallied as US-China trade tensions calmed, following October's resumption of trade negotiations in Washington. Trade tensions have been a major swing factor for global equity markets, and those in China in particular, for almost two years. The US and China agreed to seek to resolve trade issues in phases, beginning with a "Phase One" deal covering less confrontational issues such as agricultural and energy purchases. In December, officials from both countries announced agreement on Phase One, which reportedly included tariff rollbacks. The economic impact of the deal appears to be limited, but directionally it reflects a sharp turn from the escalatory progression of the past two years. This shift in momentum marginally increased investor appetite for riskier asset classes including Chinese equities. More importantly, de-escalation is likely to reduce uncertainty and increase business investment, which – all else equal – will be a positive for global economic growth in the coming year. While we expect some anti-China rhetoric in the US during an election year, we believe that such noise will not be as influential on Chinese equity prices in 2020.

During the quarter, the Chinese economy showed some early signs of growth stabilization. Revenue at industrial enterprises increased by 6.4% and profits at industrial enterprises grew by 5.4% in November, compared with -9.9% and 1.5% in October, respectively, supported by stable industrial prices and domestic demand. China's manufacturing PMI recovered to 50.2 in December, flat compared with November and the highest since May. Total retail sales growth recovered to 8.2% in November, the highest growth since July. On the monetary side, official total social financing (TSF) growth held up at 10.7% YoY in November, mainly driven by faster expansion of corporate medium and long-term loans and mortgage loans, against the backdrop of the recent step-up in the People's Bank of China's (PBoC) efforts to promote credit expansion. November's CPI, at 4.5%, was the highest since January 2012, driven mainly by food prices. The high CPI may limit room for loose monetary policy. But there is clear sign that primary food prices started to moderate in December and we expect that CPI will not be a major concern for policy makers in 2020. On economic policies for next year, although the balance between short-term economic growth and long-term structural reform will still be important, growth stabilization will win out in 2020 as the last year of its 13th Five Year Plan, according to the annual Central Economic Work Conference held in December 2019.

Corporate earnings were still weak against the backdrop of lackluster domestic and external demand. Aggregate net profit growth of Chinese companies (ex-financials) was 4% year-over-year in the third quarter of 2019, dragged down by energy and materials. But it recovered significantly from a the -3% earnings growth in the second quarter. We expect the recovery will continue in the coming year as economic policies continue to be supportive and trade tensions ease.

Index inclusion had also been an important performance driver during the year, after MSCI announced its intent to increase the A-share inclusion factor to 20% from 5% in three phases beginning in March. On November 26, 2019, 204 new A-shares (including 189 mid-caps) were added to the MSCI China Index—the biggest increase in A-shares this year. This inclusion furthers the integration of the world's second largest equity market with the global stock market. After this implementation, these A-share stocks will constitute 12.1% of MSCI China and 4.1% of the MSCI Emerging Market Index. For the year, A-shares attracted USD55bn net inflows through northbound trading driven mainly by the index inclusion. However, EM, and APxJ mandates, with an aggregate AUM of USD2.1tn, remain underweight MSCI China constituents by 290bps, close to an all-time high of the past two decades. We expect that benchmark inclusion will continue to be an important driver of fund flows as Chinese economic growth stabilizes, though with smaller magnitude in 2020.

Outlook

Looking into 2020, we are still optimistic about China's ongoing economic transition and Chinese companies' earnings potential. The economy may grow at a slower pace, but with a more balanced structure. Even against the background of financial deleveraging, China has managed to optimize its overall economic structure in the past few years; it has become less vulnerable to external shocks and more reliant on domestic demand. China's real GDP growth is expected to remain stable at around 5.5-6% in 2020, but the quality of growth will continue to improve, as it is being driven mainly by domestic consumption and less dependent on debt buildup and exports. Chinese equity valuations are still attractive even after a strong year in 2019, especially compared with other markets. The MSCI China Index is trading at a P/E ratio of 12.3x forward 12 month estimates with 10% estimated earnings growth in 2020 and 13% growth in 2021, compared with 10-year historical average of 11.5x.

Outlook (continued)

As for our Fund, we continue to focus on misunderstood companies undergoing positive fundamental changes when we believe such changes have not been fully understood by the market yet. It's rare that GDP is the primary determining factor in the success of most of our holdings. Instead, we look for niche oriented companies whose success is more predicted on product success, market consolidation, regulatory changes, and the evolution of new markets in China. In the quarter, we found new ideas in the information technology, materials and industrial sectors. Generally, these companies are leading players in niche markets whose growth is more predicated on product acceptance than on overall GDP growth. Many such ideas are beneficiaries of the ongoing structural economic and social changes occurring in China.

Fund Highlights

During the quarter, the Fund was invested in 80 companies. The biggest performance contributors were financials, energy and industrials.

Our biggest performance distractors were the consumer discretionary, health care and consumer staples.

Key Benefits

The Oberweis China Opportunities Fund invests at least 80% of its net assets in China securities. Currently, China securities include equity securities of companies that are organized under the laws of The People's Republic of China, Hong Kong, Taiwan or Singapore. Companies that have at least 50% of their assets in China or derive at least 50% of their revenues from business activities in China are also included in China equity securities. Companies normally meet the Oberweis Aperture investment criteria prior to investing. Oberweis Asset Management was among the first to focus on smaller growth Chinese companies.

The potential key benefits of the China Opportunities Fund are:

- Participate in China's transformation from an emerging market to an economic power
- Benefit from the anticipated above-average growth of China's GDP over the next decade
- Take advantage of the powerful impact that China's emerging consumer class will have on the global demand for goods and services, as China continues to evolve from that of a rural to an urban-based society
- Access to attractive but lesser-known companies that lack formal institutional coverage but possess above growth potential
- Achieve a more effective asset allocation, and greater long-term diversification through investments in Chinese and Pacific Rim equities
- Low correlation to major foreign and U.S. markets
- Potential for significant alpha over a full market cycle

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 the regional markets of China involves risks and considerations not present when investing in more-established securities markets. Investing in regionally concentrated investment funds should be considered speculative and thus not appropriate for all investors. There is no guarantee that the portfolios can achieve their objectives.

Minimum Investment:

Oberweis China Opportunities Fund Investor Class (OBCHX): $1,000 non-IRA, $500 IRA

Oberweis China Opportunities Fund Institutional Class (OCHIX): $1.0 million

Oberweis
Asset Management

OBERWEIS CHINA OPPORTUNITIES FUND INVESTOR CLASS (OBCHX) INSTITUTIONAL CLASS (OCHIX)

4Q 2019

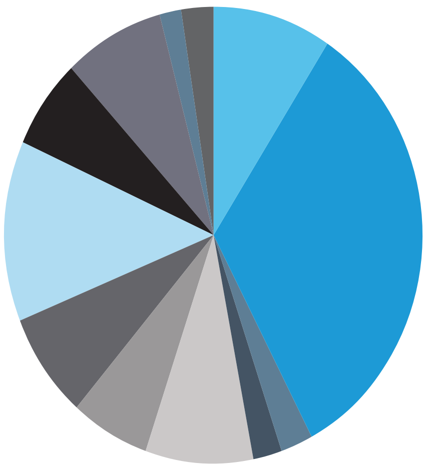
TOP TEN HOLDINGS *(as of September 30, 2019)*

	Company		Line of Business
1	Alibaba Group Holding Ltd.	6.8%	China's largest e-commerce provider
2	Tencent Holdings Ltd.	4.6%	Leading internet services provider in China
3	New Oriental Education	3.2%	Provides private educational services in China
4	Sunny Optical Technology	2.3%	Designs, research & development, manufactures and sell optical and optical related products
5	Baozun Inc.	2.1%	Provides e-commerce solutions including website design, development & hosting in China
6	ANTA Sports Products Ltd.	2.0%	Designs, develops, manufactures, and markets sportswear, including sports footwear and apparel
7	Li Ning	2.0%	Designs, manufactures, distributes, and retails sports footwear, apparel and accessories for sport and leisure use
8	Shenzhou International Group	2.0%	Manufactures and processes textiles in China
9	A-Living Services	1.9%	Offers property management services in China
10	GDS Holdings Ltd.	1.9%	Operates as a leading developer and operator of high performance data centers in China

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

SECTOR WEIGHTINGS *(as of December 31, 2019)*

Communication Services	9.2%
Consumer Discretionary	33.2%
Consumer Staples	2.4%
Energy	2.4%
Financials	8.3%
Health Care	6.1%
Industrials	7.4%
Information Technology	12.9%
Materials	6.3%
Real Estate	7.7%
Utilities	1.7%
Cash	2.4%
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.