

Driehaus Micro Cap Growth Fund

KEY FEATURES

- Benchmark aware, not benchmark constrained
- Opportunistic investment approach
- High active share

INCEPTION DATE

November 18, 2013

The fund's predecessor limited partnership has a performance inception date of 1/1/2003.

FUND ASSETS UNDER MANAGEMENT

\$396.2 million

FIRM ASSETS UNDER MANAGEMENT

\$8.0 billion

INVESTMENT STYLE

Growth equity

PORTFOLIO MANAGERS



Jeff James
Portfolio Manager
26 years of investment experience



Michael Buck
Assistant Portfolio Manager
17 years of investment experience



MARKET OVERVIEW

The fourth quarter was one of the most newsworthy periods for US equities in quite some time. At the top of the news was the election of Donald Trump, which was a surprise to most market participants. After a big selloff pre-election, post-election US stocks rallied, bond prices fell and interest rates, crude oil and the US dollar all rose significantly. These moves were influenced by the combination of the landscape-changing US election, a Federal Reserve rate increase and the outlook for additional hikes, an historic OPEC and non-OPEC agreement to curtail oil production, surging corporate and consumer confidence (the latter hit a 15-year high in December), broadly better economic data, and typical end-of-year seasonality. The equity rally was led by a dramatic move in financials along with strength in other cyclical sectors, while other sectors lagged meaningfully.

Banks, infrastructure-exposed industries and cyclicals such as industrials, energy and materials led the post-election rally. Banks, for example, experienced their strongest advance in many years. They are expected to benefit from rising interest rates and the resulting expansion of net interest margins, lower corporate taxes, and the potential for deregulation. Cyclicals rallied on the prospect of more rapid economic growth and, therefore, experienced powerful multiple expansion.

Lagging sectors included technology and health care, industries that are hurt by

higher interest rates—such as REITs, consumer staples and utilities—and industries that may be harmed by a strong US dollar and Trump's protectionist rhetoric. Whether President-elect Trump's trade rhetoric is just tough talk or the precursor to potentially bearish anti-trade policy is an important factor to monitor. The result of the divergent performance among various sectors and industries led to significant outperformance by value as a style versus growth.

Despite significant widespread worry and controversy about the president-elect, the Republican sweep of the presidency and both chambers of Congress represents a major shift in favor of pro-business leadership. This is a stark contrast to the past eight years where business was often viewed as the enemy in the wake of the 2008 financial crisis.

The financial markets are excited about the prospect of the new Republican leadership enacting pro-growth and pro-market policies, such as tax reform, repatriation of corporate cash, deregulation, and increased infrastructure spending, which could accelerate economic growth and raise corporate and consumer confidence (i.e., animal spirits). While on the surface this is very bullish, the pace of adoption of pro-growth reforms will likely be uneven and may sometimes frustrate the market, leading to volatility in 2017. The process of reform and new legislation always takes time and the market may have discounted a lot of positives already. Nonetheless,

from a market and economic point of view there are many new positives that could encourage the bullish environment to persist throughout 2017.

PERFORMANCE REVIEW

The Driehaus Micro Cap Growth Fund underperformed its benchmark for the fourth quarter, gaining 1.12%, versus the Russell Micro Cap Growth Index advance of 1.46%.¹ By sector, the fund's relative underperformance occurred primarily in technology and industrials. Outperformance occurred in the health care and energy sectors.

It was a volatile quarter as market leadership shifted dramatically post-election and cyclical and value stocks sharply outperformed. Banks, industrials, materials, energy and other cyclical areas appreciated significantly post-election. Health care and technology were the two weakest sectors for the quarter as the growth stocks that populate these sectors were broadly discarded by the market.

The driver for this divergent sector performance was a post-election outlook

that assumed markedly better US economic growth, rising inflation and higher interest rates, which caused stocks with the fastest revenue growth rates to trail lower-growth cyclical stocks. Specifically, the top quintile of stocks in terms of revenue growth actually declined for the quarter as well as the full calendar year. As of the end of the year, performance of the Russell 2000 Value Index was so strong that its forward

“Business and consumer optimism is already surging but how this translates into consumer spending and corporate earnings will largely determine how equities perform in 2017.”

P/E reached a record level, making growth attractive to value on a relative basis in terms of several valuation measures.

OUTLOOK & POSITIONING

The Trump and Republican congressional victories mark one of the biggest shifts for the market's outlook in years. A pro-business political agenda may usher in a period of higher economic growth through lower taxes, deregulation and fiscal stimulus. Business and consumer optimism is already surging but how this translates

into consumer spending and corporate earnings will largely determine how equities perform in 2017.

Volatility will likely increase as initial optimism about the Trump administration fades and the market's patience is tested by what has historically been a slow-moving legislative process. The stronger dollar, growing inflation expectations and

the Fed's pace of rate increases may also generate market turbulence. Nonetheless, prospects for economic growth have improved with many sectors poised to benefit. While valuations are high and near-term

gains may be capped, growth equities have become relatively attractive on a historical basis given the dramatic outperformance of value stocks.

We have strong conviction in the current fundamentals and outlooks for the holdings in the fund. We continue to focus on companies with high revenue and earnings visibility, strong end markets and healthy balance sheets. We have an abundant number of well positioned growth companies that are differentiated, innovative and

¹Performance Disclosure

The performance data shown represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Principal value and investment returns will fluctuate so that investors' shares, when redeemed, may be worth more or less than their original cost. The Fund will charge a redemption fee of 2.00% on shares held less than 60 days. Performance data represents the rate that an investor would have earned (or lost) on an investment in the Fund (assuming reinvestment of all dividends and distributions). Average annual total return reflects annualized change, while cumulative total return reflects aggregate change. Since Fund performance is subject to change after the month-end, please call (800) 560-6111 or visit www.driehaus.com for more current performance information.

Sources: Driehaus Capital Management LLC, Factset, Reuters and MSCI Indices

are market leaders, which we believe will continue to exceed forward expectations.

During the quarter, we increased the fund's exposure to banks and other pro-cyclical areas while reducing positions in health care and technology. We still maintain a balanced exposure to stocks with strong, sustainable business models and high growth rates in robust, secularly-growing end markets. We believe these stocks are well positioned to appreciate, driven by rising estimates even in a post-election environment that favors low-growth cyclical industries.

The portfolio is currently overweight energy, industrials, technology, consumer discretionary, consumer staples and financials. Underweights include health care, real estate and telecommunication services, all of which should lag if the new administration's policies accelerate economic growth. Health care remains the fund's largest absolute weighting. Overall, we continue to discover many exciting businesses that have strong, sustainable earnings growth and we have high conviction in the dynamic and innovative companies we hold.

This update is not intended to provide investment advice. Nothing herein should be construed as a solicitation, recommendation or an offer to buy, sell or hold any securities, other investments or to adopt any investment fund or strategies. You should assess your own investment needs based on your individual financial circumstances and investment objectives.

This material is not intended to be relied upon as a forecast or research. The opinions expressed are those of Driehaus Capital Management LLC ("Driehaus") as of January 11, 2017 and are subject to change at any time due to changes in market or economic conditions. The material has not been updated since January 11, 2017 and may not reflect recent market activity.

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PERFORMANCE as of 12/31/16

	Annualized Total Return						
	QTR	YTD	1 Year	3 Year	5 Year	10 Year	Inception 1/1/03
Driehaus Micro Cap Growth Fund¹	1.12%	17.78%	17.78%	8.22%	19.65%	10.48%	16.94%
Russell Microcap [®] Growth Index ²	1.46%	6.86%	6.86%	2.33%	13.53%	5.31%	9.34%

ANNUAL FUND OPERATING EXPENSES³

Management fee:	1.25%	Other expenses:	0.28%	Total annual fund operating expenses:	1.53%
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SECTOR PERFORMANCE ATTRIBUTION 4TH Quarter — 9/30/16 to 12/31/16

	Driehaus Micro Cap Growth Fund (Port) (%)		Russell Microcap [®] Growth Index ¹ (Bench) (%)		Attribution Analysis (%)		
	Port Avg. Weight	Port Contrib To Return	Bench Avg. Weight	Bench Contrib To Return	Allocation Effect	Selection + Interaction	Total Effect
GICS Sector							
Consumer Discretionary	16.09	1.24	14.36	1.38	0.12	-0.45	-0.32
Consumer Staples	3.53	0.17	2.71	0.20	0.06	-0.14	-0.07
Energy	5.14	0.36	2.60	0.12	0.07	0.17	0.24
Financials	3.22	0.69	5.10	0.75	-0.23	0.16	-0.07
Health Care	30.79	0.88	37.63	-2.82	0.55	3.25	3.80
Industrials	12.58	-0.13	9.40	0.93	0.23	-1.18	-0.96
Information Technology	22.25	-2.22	19.09	-0.02	-0.15	-2.59	-2.74
Materials	0.61	-0.04	2.41	0.15	-0.07	-0.06	-0.13
Real Estate	0.29	0.02	3.03	0.14	-0.04	-0.04	-0.09
Telecom. Services	2.07	0.42	2.56	0.49	-0.07	0.05	-0.02
Utilities	0.76	0.10	1.11	0.20	-0.01	-0.07	-0.09
Cash	2.67	-0.31	0.00	0.00	0.10	0.00	0.10
Total	100.00	1.17	100.00	1.52	0.54	-0.89	-0.35

Data as of 12/31/16 Sources: Russell Investments, eVestment Alliance, LLC, SS&C Inc., Russell Investments and Standard & Poor's Global Industry Classification Standard and Driehaus Capital Management LLC. The performance data shown represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Principal value and investment returns will fluctuate so that investors' shares, when redeemed, may be worth more or less than their original cost. The Fund will charge a redemption fee of 2.00% on shares held less than 60 days. Performance data represents the rate that an investor would have earned (or lost), during the given month, on an investment in the Fund (assuming reinvestment of all dividends and distributions). Average annual total return reflects annualized change. Since Fund performance is subject to change after the month-end, please call (800) 560-6111 or visit www.driehaus.com for more current performance information. **Please consider the investment objectives, risks, fees and expenses of the Fund carefully prior to investing. The prospectus and summary prospectus contain this and other important information about the Fund. To obtain a copy of the prospectus and/or summary prospectus, please call us at (800) 560-6111 or visit www.driehaus.com. Please read the prospectus carefully before investing.** ¹The average annual total returns of the Driehaus Micro Cap Growth Fund include the performance of one of the Fund's predecessor limited partnerships, which is calculated from January 1, 2003, before the Fund commenced operations and succeeded to the assets of its predecessors on November 18, 2013. The Fund's predecessors are the Driehaus Micro Cap Fund, L.P. (1996 inception) and the Driehaus Institutional Micro Cap Fund, L.P. (2011 inception). The performance of the Driehaus Micro Cap Fund, L.P., which was selected because it has the longer track record of the two predecessor partnerships, has been restated to reflect estimated expenses of the Fund. The predecessor limited partnerships were not registered under the Investment Company Act of 1940, as amended ("1940 Act") and thus were not subject to certain investment and operational restrictions that are imposed by the 1940 Act. If the predecessors had been registered under the 1940 Act, their performance may have been adversely affected. After-tax performance returns are not included for the Driehaus Micro Cap Fund, L.P. The predecessors were not regulated investment companies and therefore did not distribute current or accumulated earnings. ²The Russell Microcap[®] Growth Index is constructed to provide a comprehensive and unbiased barometer of the microcap growth market. Based on ongoing empirical research of investment manager behavior, the methodology used to determine growth probability approximates the aggregate microcap growth manager's opportunity set. The index has an inception date of July 2000. ³Represents the estimated Annual Fund Operating Expenses as disclosed in the current prospectus dated April 30, 2016. It is important to understand that a decline in the Fund's average net assets due to unprecedented market volatility or other factors could cause the Fund's expense ratio for the current fiscal year to be higher than the expense information presented. "Other Expenses" are estimated for the current fiscal year. The Russell Indices are a trademark/service mark of the Frank Russell Company. Russell is a trademark of the Frank Russell[®] Company. Per FactSet Research Systems Inc., the Attribution Report provides an in-depth analysis of relative performance. With this report one can research whether or not a portfolio outperformed a benchmark, and how each group contributed to performance. The performance data shown above is estimated and represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The information presented is intended for informational purposes only. Driehaus Securities LLC, Distributor

ATTRIBUTION ANALYSIS CATEGORIES ARE DEFINED AS: **Allocation Effect** - Measures the impact of the decision to allocate assets differently than those in the benchmark. **Security Selection Effect** - Measures the effect of choosing securities, which may or may not outperform those of the benchmark. **Interaction Effect** - Jointly measures the effect of allocation and selection decisions. **Currency Effect** - The currency effect is the portion of the total effect the portfolio manager can potentially influence by using currency hedging. **Total Effect** - The Total Effect for each MSCI/GICS Sector is equal to the sum of the individual Attribution Effects for that MSCI/GICS Sector.

SECTOR PERFORMANCE ATTRIBUTION 1-Year — 12/31/15 to 12/31/16

GICS Sector	Driehaus Micro Cap Growth Fund (Port) (%)		Russell Microcap® Growth Index¹ (Bench) (%)		Attribution Analysis (%)		
	Port Avg. Weight	Port Contrib To Return	Bench Avg. Weight	Bench Contrib To Return	Allocation Effect	Selection + Interaction	Total Effect
Consumer Discretionary	16.30	3.57	14.17	2.76	0.52	-0.25	0.26
Consumer Staples	2.71	1.09	2.95	0.62	-0.16	0.28	0.12
Energy	3.32	2.52	2.07	0.17	-0.12	2.32	2.20
Financials	3.60	-0.19	4.71	0.78	-0.02	-0.34	-0.37
Health Care	28.38	-2.37	37.39	-6.79	2.30	3.77	6.06
Industrials	13.98	4.31	9.93	2.97	0.60	-1.00	-0.40
Information Technology	25.30	8.60	19.84	3.21	0.70	4.11	4.83
Materials	1.58	0.53	3.00	1.10	-0.56	-0.50	-1.06
Real Estate	0.32	0.13	2.51	0.69	-0.37	-0.06	-0.42
Telecom. Services	2.12	0.71	2.66	1.09	-0.06	-0.20	-0.25
Utilities	0.19	0.10	0.75	0.21	0.10	-0.08	0.03
Cash	2.22	-1.49	0.00	0.00	-0.30	0.00	-0.30
Total	100.00	17.49	100.00	6.81	2.63	8.04	10.69

Data as of 12/31/16.

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

Per FactSet Research Systems Inc., the attribution report provides an in-depth analysis of relative performance. With this report one can research whether or not a portfolio outperformed a benchmark, and how each group contributed to performance. The performance data shown above is estimated and represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The information presented is intended for informational purposes only.

ATTRIBUTION ANALYSIS CATEGORIES ARE DEFINED AS:

Allocation Effect - Measures the impact of the decision to allocate assets differently than those in the benchmark.

Security Selection Effect - Measures the effect of choosing securities, which may or may not outperform those of the benchmark.

Interaction Effect - Jointly measures the effect of allocation and selection decisions.

Total Effect - The Total Effect for each MSCI/GICS Sector is equal to the sum of the individual Attribution Effects for that MSCI/GICS Sector.

TOP 5 HOLDINGS¹ (as of 11/30/16)

Company	Sector	Description	% of Fund
Oclaro, Inc.	Information Technology	Provider of optical components, modules and subsystems	2.2%
GTT Communications, Inc.	Information Technology	Provider of cloud networking services	2.1%
NeoGenomics, Inc.	Health Care	An operator of a network of cancer-focused genetic testing laboratories	2.0%
Gigamon Inc.	Information Technology	Offers solutions that deliver visibility and control of traffic across networks	1.8%
LeMaitre Vascular, Inc.	Health Care	Provider of medical devices for the treatment of peripheral vascular disease	1.8%

SECTOR WEIGHTS

Month-End Absolute Weights												
	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials	Information Technology	Materials	Real Estate	Telecomm. Services	Utilities	Cash
Fund	17.0%	3.6%	6.5%	6.0%	25.8%	12.6%	21.2%	1.4%	1.0%	2.3%	1.4%	1.1%
Benchmark	14.6%	2.8%	2.7%	5.5%	36.5%	10.0%	18.2%	2.5%	3.2%	2.7%	1.3%	0.0%
Active Weights	2.4%	0.8%	3.8%	0.5%	-10.7%	2.6%	3.0%	-1.1%	-2.2%	-0.4%	0.1%	1.1%

PORTFOLIO CHARACTERISTICS

	Fund	Benchmark	5-year period	Fund	Benchmark
Number of Holdings	123	885	Annualized Alpha	5.14	n/a
Weighted Avg. Market Cap (M)	\$852	\$535	Sharpe Ratio	0.97	0.74
Median Market Cap (M)	\$637	\$192	Information Ratio	0.89	n/a
Active Share (3-year avg.) ²	79.93	n/a	Beta	1.05	1.00
Market Cap Breakout			Standard Deviation	20.28	18.22
< \$1 billion	68.7%	90.7%	Tracking Error	6.88	0.00
> \$1 billion	31.3%	9.3%	R-squared	0.89	1.00

Sources: Driehaus Capital Management LLC, Factset Research Systems, Inc., eVestment Alliance

Data as of 12/31/16. Benchmark: Russell Microcap® Growth Index

¹Holdings subject to change. ²Data is calculated monthly.

At times, a significant portion of a Fund's return may be attributable to investments in initial public offerings (IPOs) or concentrations in certain strong performing sectors, such as technology. Returns from IPOs or sector concentrations may not be repeated or consistently achieved in the future. In addition, participating in IPOs and other investments during favorable market conditions may enhance the performance of a Fund with a smaller asset base, and this Fund may not experience similar performance results as its assets grow. The securities of micro-cap companies may be more volatile in price, have wider spreads between their bid and ask prices, and have significantly lower trading volumes than the securities of larger capitalization companies. As a result, the purchase and sale of more than a limited number of shares of the securities of a smaller company may affect its market price. Growth stocks may involve special risks and their prices may be more volatile than the overall market. It is anticipated that the Fund will experience high rates of portfolio turnover, which may result in payment by the Fund of above-average transaction costs. This is a nondiversified fund compared to other funds, the Fund may invest a greater percentage of assets in a particular issuer or a small number of issuers. As a consequence, the Fund may be subject to greater risks and larger losses than diversified funds. These and other risk considerations are discussed in the Fund's prospectus. **Please consider the investment objectives, risks, fees and expenses of the Fund carefully prior to investing. The prospectus and summary prospectus contain this and other important information about the Fund. To obtain a copy of the prospectus and/or summary prospectus, please call us at (800) 560-6111 or visit www.driehaus.com. Please read the prospectus carefully before investing.**

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TERMS: **Active share** represents the share of portfolio holdings that differ from the benchmark index holdings. **Average drawdown** is the arithmetic average of declines in value during a given period of time. **Downside risk** is a measure of the average deviations of a negative return series. A large downside risk implies that there have been large swings or volatility in the manager's return series. **Beta** is a measure of a portfolio's volatility. A beta of 1.00 implies perfect historical correlation of movement with the market. A higher beta manager will rise and fall more rapidly than the market, whereas a lower beta manager will rise and fall slower. **Standard deviation** is a measure of the average deviations of a return series from its mean; often used as a measure of portfolio volatility. A large standard deviation implies that there have been large swings or volatility in the manager's return series. **Tracking error** measures of the amount of active risk that is being taken by a manager. Tracking error accounts for the deviation away from the benchmark and does not indicate in which direction it occurred, either positive or negative. Source: eVestment Alliance. **Alpha** is the measure of performance on a risk-adjusted basis. Alpha takes the volatility (price risk) of a mutual fund and compares its risk-adjusted performance to a benchmark index. The excess return of the fund relative to the return of the benchmark index is a fund's alpha. **Sharpe ratio** is calculated by finding the portfolio's excess return and then dividing by the portfolio's standard deviation. **Information Ratio (IR)** measures a portfolio manager's ability to generate excess returns relative to a benchmark, but also attempts to identify the consistency of the investor. This ratio will identify if a manager has beaten the benchmark by a lot in a few months or a little every month. The higher the IR the more consistent a manager is and consistency is an ideal trait. **R-squared** is a statistical measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. For fixed-income securities, the benchmark is the T-bill. For equities, the benchmark is the S&P 500.