



**ABR**  
Dynamic Funds, LLC

**ABR Funds**

**ABR Dynamic Blend Equity & Volatility Fund**

**ABR Dynamic Short Volatility Fund**

**Semi-Annual Report**  
**January 31, 2018**  
**(Unaudited)**



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**ABR DYNAMIC BLEND EQUITY & VOLATILITY FUND****SCHEDULE OF INVESTMENTS**JANUARY 31, 2018

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	<u>Value</u>
Investments, at value - 0.0% (Cost \$0)	\$ 0
Other Assets & Liabilities, Net - 100.0%	23,151,035
Net Assets - 100.0%	<u>\$ 23,151,035</u>

At January 31, 2018, the Fund held the following exchange traded futures contracts:

<u>Contracts</u>	<u>Type</u>	<u>Expiration Date</u>	<u>Notional Contract Value</u>	<u>Net Unrealized Appreciation</u>
145	CBOE VIX Future	02/14/18	\$ 1,868,626	\$ 85,249
175	CBOE VIX Future	03/21/18	2,384,894	8,231
132	S&P 500 E-mini Future	03/16/18	17,626,569	1,023,358
			<u>\$ 21,880,089</u>	<u>\$ 1,116,838</u>

The following is a summary of the inputs used to value the Fund's investments as of January 31, 2018.

The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used in the table below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

<u>Valuation Inputs</u>	<u>Other Financial Instruments*</u>
Level 1 - Quoted Prices	\$ 1,116,838
Level 2 - Other Significant Observable Inputs	-
Level 3 - Significant Unobservable Inputs	-
<b>Total</b>	<u>\$ 1,116,838</u>

\* Other Financial Instruments are derivatives not reflected in the Schedule of Investments, such as futures, which are valued at the unrealized appreciation (depreciation) at period end.

The Level 1 value displayed in this table includes futures.

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1, Level 2 and Level 3 for the period ended January 31, 2018.

**PORTFOLIO HOLDINGS****% of Total Net Assets**

Other Assets & Liabilities, Net	100.0%
	<u>100.0%</u>

**ABR DYNAMIC SHORT VOLATILITY FUND**
**SCHEDULE OF INVESTMENTS**

JANUARY 31, 2018

Principal	Security Description	Rate	Maturity	Value
<b>U.S. Government &amp; Agency Obligations - 78.9%</b>				
<b>U.S. Treasury Securities - 78.9%</b>				
\$ 54,000	U.S. Treasury Bond	2.88%	05/15/43	\$ 53,581
48,100	U.S. Treasury Bond	3.63	08/15/43	54,195
47,200	U.S. Treasury Bond	3.75	11/15/43	54,256
48,000	U.S. Treasury Bond	3.63	02/15/44	54,124
49,900	U.S. Treasury Bond	3.38	05/15/44	53,997
51,900	U.S. Treasury Bond	3.13	08/15/44	53,784
				<u>323,937</u>
Total U.S. Government & Agency Obligations (Cost \$328,198)				<u>323,937</u>
Shares	Security Description	Value		
<b>Exchange Traded Fund - 0.6%</b>				
200	ProShares Ultra VIX Short-Term Futures ETF <sup>(a)</sup>			
(Cost \$3,923)				<u>2,310</u>
<b>Investments, at value - 79.5% (Cost \$332,121)</b>				<b>\$ 326,247</b>
<b>Other Assets &amp; Liabilities, Net - 20.5%</b>				<b>84,215</b>
<b>Net Assets - 100.0%</b>				<b>\$ 410,462</b>

ETF Exchange Traded Fund  
 (a) Non-income producing security.

At January 31, 2018, the Fund held the following exchange traded futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Depreciation
(2)	CBOE VIX Future	02/14/18	\$ (24,596)	\$ (2,355)
(4)	CBOE VIX Future	03/21/18	(51,641)	(3,059)
			<u>\$ (76,237)</u>	<u>\$ (5,414)</u>

The following is a summary of the inputs used to value the Fund's investments as of January 31, 2018.

The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used in the table below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

Valuation Inputs	Investments in Securities	Other Financial Instruments*
Level 1 - Quoted Prices	\$ 2,310	\$ (5,414)
Level 2 - Other Significant Observable Inputs	323,937	-
Level 3 - Significant Unobservable Inputs	-	-
<b>Total</b>	<u>\$ 326,247</u>	<u>\$ (5,414)</u>

\* Other Financial Instruments are derivatives not reflected in the Schedule of Investments, such as futures, which are valued at the unrealized appreciation (depreciation) at period end.

The Level 1 value displayed in this table is an Exchange Traded Fund. The Level 2 value displayed in this table is U.S. Treasury Securities. Refer to this Schedule of Investments for a further breakdown of each security by sector.

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1, Level 2 and Level 3 for the period ended January 31, 2018.

**Portfolio Breakdown (% of Net Assets)**

U.S. Government & Agency Obligations	78.9%
Exchange Traded Fund	0.6%
Other Assets & Liabilities, Net	20.5%
	<u>100.0%</u>

**ABR FUNDS**  
**STATEMENTS OF ASSETS AND LIABILITIES**  
**JANUARY 31, 2018**

	<u>ABR Dynamic Blend Equity &amp; Volatility Fund</u>	<u>ABR Dynamic Short Volatility Fund</u>
<b>ASSETS</b>		
Investments, at value (Cost \$0 and \$332,121, respectively)	\$ –	\$ 326,247
Deposits with broker	4,147,842	50,807
Cash	19,005,708	–
Receivables:		
Fund shares sold	17,975	2,000
Interest	7,948	3,440
From investment adviser	–	42,395
Prepaid expenses	11,260	1,600
Total Assets	<u>23,190,733</u>	<u>426,489</u>
<b>LIABILITIES</b>		
Payables:		
Due to custodian	–	140
Accrued Liabilities:		
Investment adviser fees	11,417	–
Trustees' fees and expenses	95	100
Fund services fees	10,337	6,512
Other expenses	17,849	9,275
Total Liabilities	<u>39,698</u>	<u>16,027</u>
<b>NET ASSETS</b>	<u>\$ 23,151,035</u>	<u>\$ 410,462</u>
<b>COMPONENTS OF NET ASSETS</b>		
Paid-in capital	\$ 21,381,781	\$ 412,051
Accumulated net investment loss	(153,656)	(1,817)
Accumulated net realized gain	806,072	11,516
Net unrealized appreciation (depreciation)	<u>1,116,838</u>	<u>(11,288)</u>
<b>NET ASSETS</b>	<u>\$ 23,151,035</u>	<u>\$ 410,462</u>
<b>SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)</b>		
Institutional Shares	2,098,034	38,692
Investor Shares	45,354	1,786
<b>NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE</b>		
Institutional Shares (based on net assets of \$22,663,892 and \$392,360, respectively)	<u>\$ 10.80</u>	<u>\$ 10.14</u>
Investor Shares (based on net assets of \$487,143 and \$18,102, respectively)	<u>\$ 10.74</u>	<u>\$ 10.13</u>

**ABR FUNDS**  
**STATEMENTS OF OPERATIONS**  
**SIX MONTHS OR PERIOD ENDED JANUARY 31, 2018**

	<b>ABR Dynamic Blend Equity &amp; Volatility Fund</b>	<b>ABR Dynamic Short Volatility Fund*</b>
<b>INVESTMENT INCOME</b>		
Interest income	\$ 34,373	\$ 1,159
Total Investment Income	<u>34,373</u>	<u>1,159</u>
<b>EXPENSES</b>		
Investment adviser fees	163,361	2,965
Fund services fees	41,330	18,556
Transfer agent fees:		
Institutional Shares	11,011	7,677
Investor Shares	10,420	7,170
Distribution fees:		
Investor Shares	1,331	11
Custodian fees	2,542	1,540
Registration fees:		
Institutional Shares	10,453	242
Investor Shares	9,424	214
Professional fees	15,990	6,202
Trustees' fees and expenses	1,404	545
Offering costs	-	14,056
Other expenses	26,652	3,680
Total Expenses	<u>293,918</u>	<u>62,858</u>
Fees waived and expenses reimbursed	<u>(105,889)</u>	<u>(59,882)</u>
Net Expenses	<u>188,029</u>	<u>2,976</u>
<b>NET INVESTMENT LOSS</b>	<u>(153,656)</u>	<u>(1,817)</u>
<b>NET REALIZED AND UNREALIZED GAIN (LOSS)</b>		
Net realized gain on:		
Investments	-	(2,327)
Futures	1,061,112	17,683
Net realized gain	<u>1,061,112</u>	<u>15,356</u>
Net change in unrealized appreciation (depreciation) on:		
Investments	-	(5,874)
Futures	1,048,773	(5,414)
Net change in unrealized appreciation (depreciation)	<u>1,048,773</u>	<u>(11,288)</u>
<b>NET REALIZED AND UNREALIZED GAIN</b>	<u>2,109,885</u>	<u>4,068</u>
<b>INCREASE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<u>\$ 1,956,229</u>	<u>\$ 2,251</u>

\* Commencement of operations was October 2, 2017.

**ABR FUNDS**  
STATEMENTS OF CHANGES IN NET ASSETS

	<b>ABR Dynamic Blend Equity &amp; Volatility Fund</b>		<b>ABR Dynamic Short Volatility Fund</b>
	<b>For the Six Months Ended</b>	<b>For the Year Ended</b>	<b>October 2, 2017* Through</b>
	<b>January 31, 2018</b>	<b>July 31, 2017</b>	<b>January 31, 2018</b>
<b>OPERATIONS</b>			
Net investment loss	\$ (153,656)	\$ (13,628)	\$ (1,817)
Net realized gain	1,061,112	396,802	15,356
Net change in unrealized appreciation (depreciation)	1,048,773	3,443	(11,288)
Increase in Net Assets Resulting from Operations	<u>1,956,229</u>	<u>386,617</u>	<u>2,251</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>			
Net realized gain:			
Institutional Shares	(614,001)	(20,450)	(3,686)
Investor Shares	(13,718)	(3,600)	(154)
Total Distributions to Shareholders	<u>(627,719)</u>	<u>(24,050)</u>	<u>(3,840)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>			
Sale of shares:			
Institutional Shares	6,749,330	14,047,277	578,776
Investor Shares	195,065	1,054,120	18,010
Reinvestment of distributions:			
Institutional Shares	544,360	19,035	3,686
Investor Shares	13,718	3,600	154
Redemption of shares:			
Institutional Shares	(1,229,262)	(483,947)	(188,575)
Investor Shares	(1,093,875)	(29,456)	-
Increase in Net Assets from Capital Share Transactions	<u>5,179,336</u>	<u>14,610,629</u>	<u>412,051</u>
Increase in Net Assets	<u>6,507,846</u>	<u>14,973,196</u>	<u>410,462</u>
<b>NET ASSETS</b>			
Beginning of Period	16,643,189	1,669,993	-
End of Period (a)	<u>\$ 23,151,035</u>	<u>\$ 16,643,189</u>	<u>\$ 410,462</u>
<b>SHARE TRANSACTIONS</b>			
Sale of shares:			
Institutional Shares	650,937	1,416,514	56,538
Investor Shares	19,028	105,506	1,772
Reinvestment of distributions:			
Institutional Shares	53,108	1,954	346
Investor Shares	1,346	371	14
Redemption of shares:			
Institutional Shares	(120,701)	(49,556)	(18,192)
Investor Shares	(104,853)	(2,976)	-
Increase in Shares	<u>498,865</u>	<u>1,471,813</u>	<u>40,478</u>
(a) Accumulated net investment loss	<u>\$ (153,656)</u>	<u>\$ -</u>	<u>\$ (1,817)</u>

\* Commencement of operations.

**ABR DYNAMIC BLEND EQUITY & VOLATILITY FUND**  
**FINANCIAL HIGHLIGHTS**

These financial highlights reflect selected data for a share outstanding throughout each period.

	<b>For the Six Months Ended January 31, 2018</b>	<b>For the Year Ended July 31, 2017</b>	<b>August 3, 2015 (a) Through July 31, 2016</b>
<b>INSTITUTIONAL SHARES</b>			
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 10.12	\$ 9.67	\$ 10.00
<b>INVESTMENT OPERATIONS</b>			
Net investment loss (b)	(0.08)	(0.02)	-(c)
Net realized and unrealized gain (loss)	1.09	0.59	(0.26)(d)
Total from Investment Operations	1.01	0.57	(0.26)
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>			
Net investment income	-	-	(0.02)
Net realized gain	(0.33)	(0.12)	(0.05)
Total Distributions to Shareholders	(0.33)	(0.12)	(0.07)
<b>NET ASSET VALUE, End of Period</b>	\$ 10.80	\$ 10.12	\$ 9.67
<b>TOTAL RETURN</b>	10.19%(e)	5.99%	(2.56%(e))
<b>RATIOS/SUPPLEMENTARY DATA</b>			
Net Assets at End of Period (000s omitted)	\$ 22,664	\$ 15,335	\$ 1,410
Ratios to Average Net Assets: (f)			
Net investment loss	(1.63)%(g)	(0.21)%	(0.03)%(g)
Net expenses	2.00%(g)	2.00%	2.00%(g)
Gross expenses (h)	2.92%(g)	4.63%	21.68%(g)
<b>PORTFOLIO TURNOVER RATE</b>	0%(e)	467%	739%(e)

(a) Commencement of operations.

(b) Calculated based on average shares outstanding during each period.

(c) Less than \$0.01 per share.

(d) Per share amount does not accord with the amount reported in the statement of operations due to the timing of Fund share sales and the amount per share of realized and unrealized gains and losses at such time.

(e) Not annualized.

(f) The ratios of expenses and net investment loss to average net assets do not reflect the Fund's proportionate share of income and expenses of underlying investment companies in which the Fund invests.

(g) Annualized.

(h) Reflects the expense ratio excluding any waivers and/or reimbursements.



**ABR DYNAMIC BLEND EQUITY & VOLATILITY FUND**  
**FINANCIAL HIGHLIGHTS**

These financial highlights reflect selected data for a share outstanding throughout each period.

	<b>For the Six Months Ended January 31, 2018</b>	<b>For the Year Ended July 31, 2017</b>	<b>August 14, 2015 (a) Through July 31, 2016</b>
<b>INVESTOR SHARES</b>			
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 10.08	\$ 9.65	\$ 9.99
<b>INVESTMENT OPERATIONS</b>			
Net investment loss (b)	(0.10)	(0.03)	(0.01)
Net realized and unrealized gain (loss)	1.09	0.58	(0.26)(c)
Total from Investment Operations	0.99	0.55	(0.27)
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>			
Net investment income	–	–	(0.02)
Net realized gain	(0.33)	(0.12)	(0.05)
Total Distributions to Shareholders	(0.33)	(0.12)	(0.07)
<b>NET ASSET VALUE, End of Period</b>	\$ 10.74	\$ 10.08	\$ 9.65
<b>TOTAL RETURN</b>	10.03%(d)	5.79%	(2.70%(d)
<b>RATIOS/SUPPLEMENTARY DATA</b>			
Net Assets at End of Period (000s omitted)	\$ 487	\$ 1,308	\$ 260
Ratios to Average Net Assets: (e)			
Net investment loss	(1.89%(f)	(0.29)%	(0.14%(f)
Net expenses	2.25%(f)	2.25%	2.25%(f)
Gross expenses (g)	6.92%(f)	13.83%	41.59%(f)
<b>PORTFOLIO TURNOVER RATE</b>	0%(d)	467%	739%(d)

(a) Commencement of operations.

(b) Calculated based on average shares outstanding during each period.

(c) Per share amount does not accord with the amount reported in the statement of operations due to the timing of Fund share sales and the amount per share of realized and unrealized gains and losses at such time.

(d) Not annualized.

(e) The ratios of expenses and net investment loss to average net assets do not reflect the Fund's proportionate share of income and expenses of underlying investment companies in which the Fund invests.

(f) Annualized.

(g) Reflects the expense ratio excluding any waivers and/or reimbursements.

**ABR DYNAMIC SHORT VOLATILITY FUND**  
**FINANCIAL HIGHLIGHTS**

These financial highlights reflect selected data for a share outstanding throughout the period.

	<b>October 2, 2017 (a) Through January 31, 2018</b>
<b>INSTITUTIONAL SHARES</b>	
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 10.00
<b>INVESTMENT OPERATIONS</b>	
Net investment loss (b)	(0.05)
Net realized and unrealized gain	0.29
Total from Investment Operations	0.24
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>	
Net realized gain	(0.10)
Total Distributions to Shareholders	(0.10)
<b>NET ASSET VALUE, End of Period</b>	\$ 10.14
<b>TOTAL RETURN</b>	2.39%(c)
<b>RATIOS/SUPPLEMENTARY DATA</b>	
Net Assets at End of Period (000s omitted)	\$ 392
Ratios to Average Net Assets:	
Net investment loss	(1.51)%(d)
Net expenses	2.50%(d)
Gross expenses (e)	44.82%(d)
<b>PORTFOLIO TURNOVER RATE</b>	49%(c)

- (a) Commencement of operations.
- (b) Calculated based on average shares outstanding during the period.
- (c) Not annualized.
- (d) Annualized.
- (e) Reflects the expense ratio excluding any waivers and/or reimbursements.

**ABR DYNAMIC SHORT VOLATILITY FUND**  
**FINANCIAL HIGHLIGHTS**

These financial highlights reflect selected data for a share outstanding throughout the period.

	<b>October 11, 2017 (a) Through January 31, 2018</b>
<b>INVESTOR SHARES</b>	
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 10.06
<b>INVESTMENT OPERATIONS</b>	
Net investment loss (b)	(0.05)
Net realized and unrealized gain	0.22
Total from Investment Operations	0.17
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>	
Net realized gain	(0.10)
Total Distributions to Shareholders	(0.10)
<b>NET ASSET VALUE, End of Period</b>	\$ 10.13
<b>TOTAL RETURN</b>	1.68%(c)
<b>RATIOS/SUPPLEMENTARY DATA</b>	
Net Assets at End of Period (000s omitted)	\$ 18
Ratios to Average Net Assets:	
Net investment loss	(1.49)%(d)
Net expenses	2.75%(d)
Gross expenses (e)	270.33%(d)
<b>PORTFOLIO TURNOVER RATE</b>	49%(c)

- (a) Commencement of operations.
- (b) Calculated based on average shares outstanding during the period.
- (c) Not annualized.
- (d) Annualized.
- (e) Reflects the expense ratio excluding any waivers and/or reimbursements.

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**ABR FUNDS**

## NOTES TO FINANCIAL STATEMENTS

JANUARY 31, 2018

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**Note 1. Organization**

ABR Dynamic Blend Equity & Volatility Fund and ABR Dynamic Short Volatility Fund (individually, a “Fund” and collectively, the “Funds”) are non-diversified portfolios of Forum Funds II (the “Trust”). The Trust is a Delaware statutory trust that is registered as an open-end, management investment company under the Investment Company Act of 1940, as amended (the “Act”). Under its Trust Instrument, the Trust is authorized to issue an unlimited number of each Fund’s shares of beneficial interest without par value. Each Fund currently offers two classes of shares: Institutional Shares and Investor Shares. Institutional Shares and Investor Shares commenced operations on August 3, 2015, and August 14, 2015, respectively, for the ABR Dynamic Blend Equity and Volatility Fund, and October 2, 2017 and October 11, 2017, respectively, for the ABR Dynamic Short Volatility Fund. The ABR Dynamic Blend Equity and Volatility Fund’s investment objective is to seek investment results that correspond generally to the performance, before the Fund’s fees and expenses, of a benchmark index that measures the investment returns of a dynamic ratio of large-capitalization stocks and the volatility of large-capitalization stocks. The ABR Dynamic Short Volatility Fund’s investment objective is to seek long-term capital appreciation.

**Note 2. Summary of Significant Accounting Policies**

The Funds are investment companies and follows accounting and reporting guidance under Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 946, “Financial Services-Investment Companies”. These financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (“GAAP”), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of increases and decreases in net assets from operations during the fiscal period. Actual amounts could differ from those estimates. The following summarizes the significant accounting policies of each Fund:

**Security Valuation** – Securities are valued at market prices using the last quoted trade or official closing price from the principal exchange where the security is traded, as provided by independent pricing services on each Fund business day. In the absence of a last trade, securities are valued at the mean of the last bid and ask price provided by the pricing service. Futures contracts are valued at the day’s settlement price on the exchange where the contract is traded. Shares of non-exchange traded open-end mutual funds are valued at net asset value (“NAV”). Short-term investments that mature in sixty days or less may be valued at amortized cost.

Each Fund values its investments at fair value pursuant to procedures adopted by the Trust’s Board of Trustees (the “Board”) if (1) market quotations are not readily available or (2) the Adviser, as defined in Note 4, believes that the values available are unreliable. The Trust’s Valuation Committee, as defined in each Fund’s registration statement, performs certain functions as they relate to the administration and oversight of each Fund’s valuation procedures. Under these procedures, the Valuation Committee convenes on a regular and ad hoc basis to review such investments and considers a number of factors, including valuation methodologies and significant unobservable inputs, when arriving at fair value.

The Valuation Committee may work with the Adviser to provide valuation inputs. In determining fair valuations, inputs may include market-based analytics that may consider related or comparable assets or liabilities, recent transactions, market multiples, book values and other relevant investment information. Adviser inputs may include an income-based approach in which the anticipated future cash flows of the investment are discounted in determining fair value. Discounts may also be applied based on the nature or duration of any restrictions on the disposition of the investments. The Valuation Committee performs regular reviews of valuation methodologies, key inputs and assumptions, disposition analysis and market activity.

Fair valuation is based on subjective factors and, as a result, the fair value price of an investment may differ from the security’s market price and may not be the price at which the asset may be sold. Fair valuation could result in a different NAV than a NAV determined by using market quotes.

GAAP has a three-tier fair value hierarchy. The basis of the tiers is dependent upon the various “inputs” used to determine the value of each Fund’s investments. These inputs are summarized in the three broad levels listed below:

Level 1 — Quoted prices in active markets for identical assets and liabilities

Level 2 — Prices determined using significant other observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Short-term securities with maturities of sixty days or less are valued at amortized cost, which approximates market value, and are categorized as Level 2 in the hierarchy. Municipal securities, long-term U.S. government obligations

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**ABR FUNDS**

## NOTES TO FINANCIAL STATEMENTS

JANUARY 31, 2018

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and corporate debt securities are valued in accordance with the evaluated price supplied by the pricing service and generally categorized as Level 2 in the hierarchy. Other securities that are categorized as Level 2 in the hierarchy include, but are not limited to, warrants that do not trade on an exchange, securities valued at the mean between the last reported bid and ask quotation and international equity securities valued by an independent third party with adjustments for changes in value between the time of the securities respective local market closes and the close of the U.S. market.

Level 3 — Significant unobservable inputs (including each Fund's own assumptions in determining the fair value of investments)

The aggregate value by input level, as of January 31, 2018, for each Fund's investments is included in each Fund's Schedule of Investments.

**Security Transactions, Investment Income and Realized Gain and Loss** – Investment transactions are accounted for on the trade date. Dividend income are recorded on the ex-dividend date. Foreign dividend income are recorded on the ex-dividend date or as soon as possible after determining the existence of a dividend declaration after exercising reasonable due diligence. Income and capital gains on some foreign securities may be subject to foreign withholding taxes, which are accrued as applicable. Interest income is recorded on an accrual basis. Premium is amortized and discount is accreted using the effective interest method. Identified cost of investments sold is used to determine the gain and loss for both financial statement and federal income tax purposes.

**Futures Contracts** – Each Fund may purchase futures contracts to gain exposure to market changes, which may be more efficient or cost effective than actually buying the securities. A futures contract is an agreement between parties to buy or sell a security at a set price on a future date. Upon entering into such a contract, a fund is required to pledge to the broker an amount of cash, U.S. Government obligations or other high-quality debt securities equal to the minimum "initial margin" requirements of the exchange on which the futures contract is traded. Pursuant to the contract, the fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the fund as unrealized gains or losses. When the contract is closed, the fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and value at the time it was closed. Risks of entering into futures contracts include the possibility that there may be an illiquid market and that a change in the value of the contract may not correlate with changes in the value of the underlying securities.

Notional amounts of each individual futures contract outstanding as of January 31, 2018, for each Fund, are disclosed in the Schedule of Investments.

**Distributions to Shareholders** – Each Fund declares any dividends from net investment income and pays them annually. Any net capital gains realized by the Funds are distributed at least annually. Distributions to shareholders are recorded on the ex-dividend date. Distributions are based on amounts calculated in accordance with applicable federal income tax regulations, which may differ from GAAP. These differences are due primarily to differing treatments of income and gain on various investment securities held by each Fund, timing differences and differing characterizations of distributions made by each Fund.

**Federal Taxes** – Each Fund intends to continue to qualify each year as a regulated investment company under Subchapter M of Chapter 1, Subtitle A, of the Internal Revenue Code of 1986, as amended ("Code"), and to distribute all of their taxable income to shareholders. In addition, by distributing in each calendar year substantially all of their net investment income and capital gains, if any, the Funds will not be subject to a federal excise tax. Therefore, no federal income or excise tax provision is required. Each Fund will file a U.S. federal income and excise tax return as required. Each Fund's federal income tax returns are subject to examination by the Internal Revenue Service for a period of three fiscal years after they are filed. As of January 31, 2018, there are no uncertain tax positions that would require financial statement recognition, de-recognition or disclosure.

**Income and Expense Allocation** – The Trust accounts separately for the assets, liabilities and operations of each of its investment portfolios. Expenses that are directly attributable to more than one investment portfolio are allocated among the respective investment portfolios in an equitable manner.

**Commitments and Contingencies** – In the normal course of business, each Fund enters into contracts that provide general indemnifications by each Fund to the counterparty to the contract. Each Fund's maximum exposure under these arrangements is dependent on future claims that may be made against each Fund and, therefore, cannot be estimated; however, based on experience, the risk of loss from such claims is considered remote. Each Fund has determined that none of these arrangements requires disclosure on each Fund's balance sheet.

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**ABR FUNDS**

## NOTES TO FINANCIAL STATEMENTS

JANUARY 31, 2018

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**Offering Costs** – Offering costs for the ABR Dynamic Short Volatility Fund of \$14,056 consisted of fees related to the mailing and printing of the initial prospectus, certain startup legal costs, and initial registration filings. Such costs are amortized over a twelve-month period beginning with the commencement of operations of the ABR Dynamic Short Volatility Fund.

**Note 3. Cash – Concentration in Uninsured Account**

For cash management purposes, each Fund may concentrate cash with each Fund’s custodian. This typically results in cash balances exceeding the Federal Deposit Insurance Corporation (“FDIC”) insurance limits. As of January 31, 2018, the ABR Dynamic Blend Equity & Volatility Fund had \$18,755,708 at MUFG Union Bank, N.A. that exceeded the FDIC insurance limit.

**Note 4. Fees and Expenses**

**Investment Adviser** – ABR Dynamic Funds, LLC (the “Adviser”) is the investment adviser to the Funds. Pursuant to an investment advisory agreement, the Adviser receives an advisory fee, payable monthly, at an annual rate of 1.75% and 2.50% of the average daily net assets of the ABR Dynamic Blend Equity & Volatility Fund and ABR Dynamic Short Volatility Fund, respectively.

**Distribution** – Foreside Fund Services, LLC serves as each Fund’s distributor (the “Distributor”). The Funds have adopted a Distribution Plan (the “Plan”) in accordance with Rule 12b-1 of the Act. Under the Plan, each Fund may pay the Distributor and/or any other entity as authorized by the Board a fee of up to 0.25% of each Fund’s average daily net assets of Investor Shares for providing distribution and/or shareholder services to the Funds. The Distributor is not affiliated with the Adviser or Atlantic Fund Administration, LLC (d/b/a Atlantic Fund Services) (“Atlantic”) or their affiliates.

**Other Service Providers** – Atlantic provides fund accounting, fund administration, compliance and transfer agency services to each Fund. The fees related to these services are included in Fund services fees within the Statement of Operations. Atlantic also provides certain shareholder report production and EDGAR conversion and filing services. Pursuant to an Atlantic services agreement, each Fund pays Atlantic customary fees for its services. Atlantic provides a Principal Executive Officer, a Principal Financial Officer, a Chief Compliance Officer and an Anti-Money Laundering Officer to each Fund, as well as certain additional compliance support functions.

**Trustees and Officers** – The Trust pays each Independent Trustee an annual fee of \$16,000 (\$21,000 for the Chairman) for service to the Trust. The Independent Trustees and Chairman may receive additional fees for special Board meetings. The Independent Trustees are also reimbursed for all reasonable out-of-pocket expenses incurred in connection with their duties as Trustees, including travel and related expenses incurred in attending Board meetings. The amount of Independent Trustees’ fees attributable to each Fund is disclosed in the Statement of Operations. Certain officers of the Trust are also officers or employees of the above named service providers, and during their terms of office received no compensation from each Fund.

**Note 5. Expenses Reimbursed and Fees Waived**

The Adviser has contractually agreed to waive its fee and/or reimburse Fund expenses to limit Total Annual Fund Operating Expenses After Fee Waiver and/or Expense Reimbursement (excluding all taxes, interest, portfolio transaction expenses, proxy expenses and extraordinary expenses) to 2.00% for Institutional Shares and 2.25% for Investor Shares of the ABR Dynamic Blend Equity & Volatility Fund and 2.50% for Institutional Shares and 2.75% for Investor Shares of the ABR Dynamic Short Volatility Fund, through at least November 30, 2019. Other Fund service providers have voluntarily agreed to waive and reimburse a portion of their fees. These voluntary fee waivers and reimbursements may be reduced or eliminated at any time. For the period ended January 31, 2018, fees waived and expenses reimbursed were as follows:

	<u>Investment Adviser Fees Waived</u>	<u>Investment Adviser Expenses Reimbursed</u>	<u>Other Waivers</u>	<u>Total Fees Waived and Expenses Reimbursed</u>
ABR Dynamic Blend Equity & Volatility Fund	\$ 86,494	\$ 4,469	\$ 14,926	\$ 105,889
ABR Dynamic Short Volatility Fund	2,965	48,062	8,855	59,882

The Adviser may be reimbursed by each Fund for fees waived and expenses reimbursed by the Adviser pursuant to the Expense Cap if such payment is made within three years of the fee waiver or expense reimbursement, and does not cause the Total Annual Fund Operating Expenses After Fee Waiver and/or Expense Reimbursement to exceed the lesser of (i) the then-current expense cap, or (ii) the expense cap in place at the time the fees/expenses were waived/reimbursed. As of January 31, 2018, \$476,801 and \$51,027 is subject to recapture by the Adviser for the ABR Dynamic Blend Equity and Volatility Fund and ABR Dynamic Short Volatility Fund, respectively.

**ABR FUNDS**

## NOTES TO FINANCIAL STATEMENTS

JANUARY 31, 2018

**Note 6. Security Transactions**

The cost of purchases and proceeds from sales of investment securities (including maturities), other than short-term investments, during the period ended January 31, 2018, were as follows:

	<u>U.S. Government Obligations</u>	
	<u>Purchases</u>	<u>Sales</u>
ABR Dynamic Blend Equity & Volatility Fund	\$ —	\$ —
ABR Dynamic Short Volatility Fund	472,361	141,621
	<u>Non-U.S. Government Obligations</u>	
	<u>Purchases</u>	<u>Sales</u>
ABR Dynamic Blend Equity & Volatility Fund	\$ —	\$ —
ABR Dynamic Short Volatility Fund	3,923	—

**Note 7. Summary of Derivative Activity**

The volume of open derivative positions may vary on a daily basis as each Fund transacts derivative contracts in order to achieve the exposure desired by the Adviser. The total value of transactions for the period ended January 31, 2018, for any derivative type that was held during the year is as follows:

	<u>ABR Dynamic Blend Equity &amp; Volatility Fund</u>	<u>ABR Dynamic Short Volatility Fund</u>
Futures Contracts	\$ 65,030,710	\$ 397,478

Each Fund's use of derivatives during the period ended January 31, 2018, was limited to futures contracts.

Realized and unrealized gains and losses on derivatives contracts during the period ended January 31, 2018, by each Fund are recorded in the following locations on the Statement of Operations:

ABR Dynamic Blend Equity & Volatility Fund

<u>Location:</u>	<u>Equity Risk</u>
<b>Net realized gain (loss) on:</b>	
Futures	\$ 1,061,112
<b>Total net realized gain (loss)</b>	<u>\$ 1,061,112</u>
<b>Net change in unrealized appreciation (depreciation) on:</b>	
Futures	\$ 1,048,773
<b>Total net change in unrealized appreciation (depreciation)</b>	<u>\$ 1,048,773</u>

ABR Dynamic Short Volatility Fund

<u>Location:</u>	<u>Equity Risk</u>
<b>Net realized gain (loss) on:</b>	
Futures	\$ 17,683
<b>Total net realized gain (loss) on</b>	<u>\$ 17,683</u>
<b>Net change in unrealized appreciation (depreciation) on:</b>	
Futures	\$ (5,414)
<b>Total net change in unrealized appreciation (depreciation)</b>	<u>\$ (5,414)</u>

**Note 8. Federal Income Tax**

As of January 31, 2018, the cost of investments for federal income tax purposes is substantially the same as for financial statement purposes and the components of net unrealized depreciation were as follows:

	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Depreciation</u>
ABR Dynamic Blend Equity & Volatility Fund	\$ 0	\$ 0	\$ 0
ABR Dynamic Short Volatility Fund	0	(5,874)	(5,874)

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**ABR FUNDS**

## NOTES TO FINANCIAL STATEMENTS

JANUARY 31, 2018

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As of July 31, 2017, distributable earnings (accumulated loss) on a tax basis for the ABR Dynamic Blend Equity & Volatility Fund were as follows:

Undistributed Ordinary Income	\$	234,168
Undistributed Long-Term Gain		<u>206,576</u>
Total	\$	<u><u>440,744</u></u>

The difference between components of distributable earnings on a tax basis and the amounts reflected in the Statement of Assets and Liabilities are primarily due to futures mark-to-market.

As of January 31, 2018, distributable earnings (accumulated loss) on a tax basis for the ABR Dynamic Short Volatility Fund were as follows:

Undistributed Ordinary Income	\$	2,463
Undistributed Long-Term Gain		4,209
Unrealized Appreciation (Depreciation)		<u>(8,261)</u>
Total	\$	<u><u>(1,589)</u></u>

**Note 9. Subsequent Events**

Subsequent events occurring after the date of this report through the date these financial statements were issued have been evaluated for potential impact, and each Fund has had no such events.



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**ABR FUNDS****ADDITIONAL INFORMATION**JANUARY 31, 2018

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**Investment Advisory Agreement Approval**

At the June 16, 2017 Board meeting (the “June meeting”), the Board, including the Independent Trustees, met in person and considered the initial approval of the Advisory Agreement between the Adviser and the Trust as it relates to services to be provided to the ABR Dynamic Short Volatility Fund, a new series of the Trust. In preparation for the June meeting, the Board was presented with a range of information to assist in its deliberations. The Board requested and reviewed written responses from the Adviser to a letter circulated on the Board's behalf concerning the Adviser’s personnel, operations, financial condition, performance, compensation and services provided to the Funds by the Adviser. During its deliberations, the Board received an oral presentation from the Adviser and discussed the materials with the Adviser, independent legal counsel to the Independent Trustees (“Independent Legal Counsel”), and, as necessary, with the Trust's administrator, Atlantic Fund Services. The Independent Trustees also met in executive session with Independent Legal Counsel while deliberating.

At the June meeting, the Board reviewed, among other matters, the topics discussed below.

Nature, Extent & Quality of Services

Based on written materials received and the presentation from personnel of the Adviser regarding the Adviser’s operations, the Board considered the quality of services provided by the Adviser under the Advisory Agreement. In this regard, the Board considered information regarding the experience, qualifications and professional background of the portfolio managers and other personnel at the Adviser with principal responsibility for the ABR Dynamic Short Volatility Fund, and the investment philosophy and decision-making process of those professionals.

The Board considered also the adequacy of the Adviser’s resources. The Board noted the Adviser’s representations that the firm is financially stable and has the operational capability and the necessary staffing and experience to continue providing quality investment advisory services to the ABR Dynamic Short Volatility Fund. Based on the presentation and the materials provided by the Adviser in connection with the Board’s consideration of the approval of the Advisory Agreement, the Board concluded that, overall, it was satisfied with the nature, extent and quality of services provided, to the ABR Dynamic Short Volatility Fund under the Advisory Agreement.

Performance

Recognizing that the ABR Dynamic Short Volatility Fund is new and has no performance history, the Board did not consider the performance history of the ABR Dynamic Short Volatility Fund. Instead, the Board considered the performance achieved by the Adviser with regard to managing the ABR Dynamic Blend Equity & Volatility Fund, noting that the performance achieved for the ABR Dynamic Blend Equity & Volatility Fund had been positive. Based on the foregoing and other relevant factors, the Board concluded that the Adviser’s management of each Fund could benefit each Fund and their respective shareholders.

Compensation

With respect to the ABR Dynamic Short Volatility Fund, the Board evaluated the Adviser’s proposed compensation structure for providing advisory services to the ABR Dynamic Short Volatility Fund and analyzed comparative information on actual advisory fee rates and actual total expenses. The Board observed that the ABR Dynamic Short Volatility Fund’s proposed contractual advisory fee was higher than the median of its Broadridge peers. The Board noted the Adviser’s commitment to contractually waiving fees or reimbursing expenses to help ensure that the ABR Dynamic Short Volatility Fund’s total expense ratio remained at competitive levels. Based on the foregoing, the Board concluded that the Adviser’s advisory fee rate charged to the ABR Dynamic Short Volatility Fund appeared to be reasonable in light of the nature, extent and quality of services provided by the Adviser.

Cost of Services and Profitability

The Board considered information provided by the Adviser regarding the estimated costs of services and its estimated profitability with respect to the ABR Dynamic Short Volatility Fund. In this regard, the Board considered the Adviser’s resources devoted to the Funds in the aggregate, as well as the Adviser’s discussion of the aggregate costs and profitability of its mutual fund activities. The Board noted the Adviser’s representation that it continued to waive its entire advisory fee as necessary to ensure the ABR Dynamic Blend Equity & Volatility Fund’s expenses did not exceed the contractual expense cap. Based on these and other applicable considerations, the Board concluded that the Adviser’s profits attributable to management of the Funds did not appear unreasonably high in light of the nature, extent and quality of the services provided by the Adviser.

### Economies of Scale

The Board considered whether the ABR Dynamic Short Volatility Fund would benefit from any economies of scale. In this respect, the Board noted the Adviser's representation that the Adviser does not believe there would be economies in scale in connection with its provision of services to the ABR Dynamic Short Volatility Fund. Based on the foregoing information, the Board concluded that economies of scale were not a material factor in approving the Advisory Agreement with respect to the ABR Dynamic Short Volatility Fund.

### Other Benefits

The Board noted the Adviser's representation that, aside from its contractual advisory fees, it does not benefit in a material way from its relationship with the ABR Dynamic Short Volatility Fund. Based on the foregoing representation, the Board concluded that other benefits received by the Adviser from its relationship with the ABR Dynamic Short Volatility Fund were not a material factor in approving the initial approval of the Advisory Agreement.

### Conclusion

The Board did not identify any single factor as being of paramount importance, and different Trustees may have given different weight to different factors. The Board reviewed a memorandum from Fund/Trustee Counsel discussing the legal standards applicable to its consideration of the Advisory Agreement. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its reasonable business judgment, that the advisory arrangement, as outlined in the Advisory Agreement, was fair and reasonable in light of the services performed or to be performed, expenses incurred or to be incurred and such other matters as the Board considered relevant.

### **Proxy Voting Information**

A description of the policies and procedures that each Fund uses to determine how to vote proxies relating to securities held in each Fund's portfolio is available, without charge and upon request, by calling (855) 422-4518 and on the SEC's website at [www.sec.gov](http://www.sec.gov). Each Fund's proxy voting record for the most recent twelve-month period ended June 30 is available, without charge and upon request, by calling (855) 422-4518 and on the SEC's website at [www.sec.gov](http://www.sec.gov).

### **Availability of Quarterly Portfolio Schedules**

Each Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. These filings are available, without charge and upon request on the SEC's website at [www.sec.gov](http://www.sec.gov) or may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling (800) SEC-0330.

### **Shareholder Expense Example**

As a shareholder of the Funds, you incur ongoing costs, including management fees, distribution and/or service (12b-1) fees (for Investor Shares only) and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from August 1, 2017 for the ABR Dynamic Blend Equity & Volatility Fund, and October 2, 2017 and October 11, 2017 for the ABR Dynamic Short Volatility Fund's Institutional and Investors Shares, respectively, through January 31, 2018.

**Actual Expenses** – The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during the period.

**ABR FUNDS**  
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**Hypothetical Example for Comparison Purposes** – The second line of the table below provides information about hypothetical account values and hypothetical expenses based on each Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not each Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in each Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the second line of the table is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds.

	<b>Beginning Account Value August 1, 2017</b>		<b>Ending Account Value January 31, 2018</b>		<b>Expenses Paid During Period*</b>		<b>Annualized Expense Ratio*</b>
<b>ABR Dynamic Blend Equity &amp; Volatility Fund</b>							
<b>Institutional Shares</b>							
Actual	\$ 1,000.00	\$	1,101.88	\$	10.60	\$	2.00%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$	1,015.12	\$	10.16	\$	2.00%
<b>Investor Shares</b>							
Actual	\$ 1,000.00	\$	1,100.31	\$	11.91	\$	2.25%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$	1,013.86	\$	11.42	\$	2.25%

\* Expenses are equal to the Fund’s annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year (184) divided by 365 to reflect the half-year period.

	<b>Beginning Account Value October 2, 2017</b>		<b>Ending Account Value January 31, 2018</b>		<b>Expenses Paid During Period*</b>		<b>Annualized Expense Ratio**</b>
<b>ABR Dynamic Short Volatility Fund</b>							
<b>Institutional Shares</b>							
Actual	\$ 1,000.00	\$	1,023.90	\$	8.39	\$	2.50%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$	1,012.60	\$	12.68	\$	2.50%

	<b>Beginning Account Value October 11, 2017</b>		<b>Ending Account Value January 31, 2018</b>		<b>Expenses Paid During Period**</b>		<b>Annualized Expense Ratio**</b>
<b>ABR Dynamic Short Volatility Fund</b>							
<b>Investor Shares</b>							
Actual	\$ 1,000.00	\$	1,016.80	\$	8.51	\$	2.75%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$	1,011.34	\$	13.94	\$	2.75%

\*\* Expenses are equal to the Fund’s annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year (184) divided by 365 to reflect the half-year period (except for the Fund's actual return information which reflects the 122-day period between October 2, 2017, the commencement of operations for the Institutional Shares, and the 113-day period between October 11, 2017, the commencement of operations for the Investor Shares, through January 31, 2018).

# ABR FUNDS

**FOR MORE INFORMATION:**

P.O. Box 588  
Portland, ME 04112  
(855) 422-4518 (toll free)

**INVESTMENT ADVISER**

ABR Dynamic Funds, LLC  
48 Wall Street  
New York, NY 10005

**TRANSFER AGENT**

Atlantic Fund Services  
P.O. Box 588  
Portland, ME 04112  
[www.atlanticfundservices.com](http://www.atlanticfundservices.com)

**DISTRIBUTOR**

Foreside Fund Services, LLC  
Three Canal Plaza, Suite 100  
Portland, Maine 04101  
[www.foreside.com](http://www.foreside.com)

This report is submitted for the general information of the shareholders of the Funds. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus, which includes information regarding the Funds' risks, objectives, fees and expenses, experience of its management, and other information.