

2016 REVIEW AND 2017 OUTLOOK

The investment objective of the Robinson Tax Advantaged Income Fund (the "Fund") is to seek total return with an emphasis on providing current income, a substantial portion of which will be exempt from federal income taxes.

Potential Investor Audience

1. Investors pursuing tax-exempt income—as of 12/31/2016, the fund's distribution yield, as measured by the Fund's institutional share, was 5.14%.
2. Investors concerned about rising rates—the Fund's hedges aim to fully reflect the anticipated changes in marginal tax rates.
3. Investors with individual municipal bond holdings interested in a liquid, hedged structure to take advantage of the potential for attractive muni-to-Treasury yield differentials in longer maturities.
4. Investors with individual tax-exempt closed-end fund ("CEFs") holdings who are concerned about rising rates but still aspire to take advantage of the attractive discounts and distribution yields in tax-exempt CEFs.
5. Investors looking to rebalance their portfolios after a large run-up in stock valuations and a large drawdown in bond valuations.

Why Now?

1. Since the election on 11/8/16 the underlying municipal bond market has been fully repriced relative to the taxable bond market in anticipation of the 3.8% Affordable Care Act Tax being eliminated, which would reduce the highest marginal tax rate from 39.6% to 33%. In addition, the tax on interest income on taxable bonds would likely be capped at 16.5%, as such, in the worst case scenario municipal bonds are priced at fair value relative to taxable bonds.
2. As of 12/31/16 the Fund's institutional share had a federally tax-exempt distribution yield of 5.14%
3. As of 12/31/16 the Fund's net hedged duration was 0.5 years.
4. The weighted average discount of the tax-exempt CEFs held in the Fund was 5.5% at year-end—the 10 year weighted average discount for those same closed end funds was 2.7%.
5. Since mid-year (6/30/16 – 12/31/16) domestic stock prices are up 7%, intermediate municipal bond prices are down 4.5% and tax-exempt closed-end fund prices are down 12%, as measured by the S&P 500, the Barclays 1-10 Muni Inter-Short Index, and the First Trust Municipal Closed-End Fund Index, respectively.

Post Election Performance as of 12/31/2016

1. Since the election municipal bond yields have increased approximately 0.70%, as measured by the Barclays Municipal Bond Index, whereas Treasury yields have increased 0.45%. All of this widening in the municipal bond-to-Treasury bond yield relationship was seemingly due to anticipated tax reform.
2. Tax-exempt closed-end fund discounts were essentially unchanged due to some year-end bargain hunting in the asset class.
3. From 11/8/16 through year-end the Fund's Institutional Share class (ROBNX) was down 1.96%—the Barclays 1-10 Year Municipal Bond Index was down 2.03% and the First Trust Municipal Closed-End Fund Index was down 3.59%.
4. We're actually quite pleased with that performance in light of the many changes occurring in the underlying markets. Keep in mind that prior to the election the income on taxable bonds was treated as ordinary income—the highest marginal tax rate was 43.4% which implied that municipal bond yields would move at a "beta" relative to taxable bond yields of 0.566 (1 minus the highest marginal tax rate). Since the election the market has assumed that the highest marginal tax rate on the income generated by taxable bonds will be 16.5%, the proposed cap from the House Republicans' tax reform proposal, which would imply a new "beta" for municipal bond yields relative to taxable bond yields of 0.835 (1 minus 16.5%, the proposed new interest income cap from taxable bonds).

Outlook

1. We believe the valuations in the underlying municipal bond market may fully reflect the optimal scenario for anticipated tax reform—any shortfalls in tax reform, specifically capping the tax rate on taxable income at 16.5%, would suggest that municipal bonds could be significantly undervalued relative to taxable bonds.
2. Tax-exempt closed-end fund discounts are currently more than twice their historic averages 5.5% vs. 2.7% as mentioned above,—discounts have been narrower than current levels approximately 70% of the time over the past 10 years.
3. Historically, those CEF asset classes that have been hit hardest during the tax-loss harvesting season (late-October through mid-December) and then typically outperform in the subsequent 2-3 months.
4. We suspect the likely fiscal stimulus and economic growth initiatives that come from a GOP-controlled Washington will continue to put upward pressure on interest rates. We are confident that our hedges will mitigate much, if not all, of that interest rate risk.
5. The Fund aims to generate a competitive distribution yield in the coming year and to immunize investors from most changes in interest rates over the coming year. In addition to the net income stream we would hope to monetize some closed-end fund discounts over the coming months.

PERFORMANCE (as of 12/31/16)

	Q4 2016	YTD	1 Year	Ann ITD*
ROBAX	-6.22%	-0.05%	-0.05%	2.97%
ROBAX w/ load	-9.77%	-5.84%	-5.84%	0.29%
ROBCX	-6.40%	-0.85%	-0.85%	2.20%
ROBNX	-6.26%	0.09%	0.09%	3.17%
Barclays Muni Inter-Short 1-10 Index	-2.32%	-0.15%	-0.15%	1.09%

Performance data quoted represents past performance and is no guarantee of future results. Total return figures include the reinvestment of dividends and capital gains. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month end performance, please call (800) 207-7108. Returns showing less than one year are cumulative. The gross operating expense ratio for the Class A, C, and Institutional Shares are 3.31%, 4.06% and 3.06%, respectively. The net operating expenses after fee waiver and/or expense reimbursements are 2.81%, 3.56% and 2.56% for the Class A, C, and Institutional Shares, respectively. The contractual agreement between the Fund and the Advisor for fee waiver and/or expense reimbursement is in effect until April 30, 2017. Without the contractual agreement, performance would have been lower. Performance results with load reflect the deduction for Class A Shares of the 5.75% maximum front end sales charge. As of May 1st 2016, the Class A Share maximum front end sales charge is 3.75%. Class C Shares are subject to a contingent deferred sales charge of 1.00% when redeemed within 12 months of purchase. Performance presented without the load would be lower if this charge was reflected. **Because of ongoing market volatility, Fund performance may be subject to substantial short term changes.** *ITD represents inception-to-date; Inception 9/30/2014.

STANDARDIZED 30-DAY SEC YIELD (as of 12/31/16)

	ROBAX	ROBCX	ROBNX
SEC Yield	3.92%	3.32%	4.32%
Unsubsidized Yield	3.78%	3.18%	4.18%
Tax-Equivalent Yield	8.63%	7.33%	9.08%
Unsubsidized Tax-Equivalent Yield	8.38%	7.09%	8.83%

Subsidized 30-Day SEC Yield is based on a 30-day period ending on the last day of the previous month and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period. This subsidized yield is based on the net expenses of the Fund of which the yield would be lower without the waivers in effect. Negative 30-Day SEC Yield results when accrued expenses of the past 30 days exceed the income collected during the past 30 days. Unsubsidized 30 Day SEC Yield as well as Unsubsidized Tax-Equivalent Yield are based on total expenses of the Fund. Tax-equivalent yield is for illustrative purposes only and assumes a 43.40% Federal marginal tax rate, and does not take into account any other taxes. Each individual's actual tax burden will vary.

This material must be preceded by or accompanied with a copy of the Fund's current [prospectus](#).

RISK AND OTHER DISCLOSURES:

An investment in the Fund is subject to risk, including the possible loss of principal amount invested and including, but not limited to, the following risks, which are more fully described in the prospectus:

- The Fund will invest in shares of closed-end funds (CEFs). Investments in CEFs are subject to various risks, including reliance on management's ability to manage the CEF portfolio, fluctuation in the market value of CEF shares, and the Fund bearing a pro rata share of the fees and expenses of each underlying CEF in which the Fund invests.
- The underlying CEFs in which the Fund invests will invest primarily in municipal bonds. Litigation, legislation or other political events, local business or economic conditions or the bankruptcy of the issuer could have a significant effect on the ability of an issuer of municipal bonds to make payments of principal and/or interest. Changes related to taxation, legislation or the rights of municipal security holders can significantly affect municipal bonds.
- The underlying CEFs in which the Fund invests will invest primarily in fixed income securities. Interest rates have been and continue to be low relative to historical levels. A rise in interest rates could negatively impact the value of the Fund's shares. Generally, fixed income securities decrease in value if interest rates rise, and increase in value if interest rates fall, with longer-term securities being more sensitive than shorter-term securities. These risks are greater during periods of rising inflation.
- It is expected that the CEFs in which the Fund will invest will be leveraged as a result of borrowing or other investment techniques. As a result, the Fund will be exposed indirectly to leverage, and may expose the Fund to higher volatility in the market value of such CEF and the possibility that the Fund's long-term returns will be diminished. In addition, regulations implemented pursuant to the Dodd-Frank Act, particularly the Volcker Rule, may in the future hinder or restrict a CEF's ability to maintain leverage; which in turn may reduce the total return and tax exempt income generated

by the underlying CEFs in which the Fund will invest and may cause a reduction in the value of the Fund's shares.

- There is no guarantee that the Fund's income will be exempt from regular federal income taxes. Events occurring after the date of issuance of a municipal bond or after a CEF's acquisition of a municipal bond may result in a determination that interest on that bond is subject to federal income tax. Federal or state changes in the tax treatment of municipal bonds may make municipal bonds less attractive as investments and cause them to decline in value.
- The Sub-advisor, where deemed appropriate, will seek to hedge against interest rate risk by shorting U.S. Treasury futures contracts. To the extent the Fund holds such short positions, should market conditions cause U.S. Treasury prices to rise, the Fund's portfolio could experience a loss; and should U.S. Treasury prices rise at the same time municipal bond prices fall, these losses may be greater than if the hedging strategy not been in place.
- The Fund and the CEFs held by the Fund may use derivative instruments, futures contracts, options, swap agreements, and/or sell securities short. Each of these instruments and strategies involve risks different from direct investments in the underlying assets. Risks include: futures contracts may cause the value of the Fund's shares to be more volatile and expose the Fund to leverage and tracking risks; the Fund may not fully benefit from or may lose money on option or shorting strategies; swaps may be leveraged, are subject to counterparty risk and may be difficult to value or liquidate.
- The Fund's turnover rate may be high. A high turnover rate may lead to higher transaction costs, a greater number of taxable transactions, and negatively affect the Fund's performance.
- As a non-diversified fund, the Fund may focus its assets in the securities of fewer issuers, which exposes the Fund to greater market risk than if its assets were diversified among a greater number of issuers.
- Diversification does not assure a profit or protect against a loss.

The Fund may not be suitable for all investors. We encourage you to consult with appropriate tax and financial professionals before considering an investment in the Fund.

Hedged Duration is a method of seeking to reduce interest rate risk by reducing the duration of the fund's holdings using various short positions, in this case through primarily the use of U.S. Treasury futures. **Beta** is a measure of a security's movement or volatility in relation to another security or the broader market.

The Barclays Municipal Bond: Muni Inter-Short 1-10 (USD) is an unmanaged index that measures the performance of municipal bonds with time to maturity of between 1 and 10 years. **The Barclays Municipal Bond Index** is an unmanaged index that is considered representative of the broad market for investment grade, tax-exempt bonds with a maturity of at least one year. **The Barclays U.S. Treasury Index** represents the U.S. Treasury component of the U.S. Government index. : **The S&P 500® Index** is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. **First Trust Municipal Closed-End Fund Index** is a capitalization weighted index designed to provide a broad representation of the U.S. municipal closed-end fund universe. **One cannot invest directly in an index.** One basis point is equal to 0.01%.

Distributed by Foreside Fund Services, LLC. www.foreside.com

This material is not an offer or a solicitation of an offer to buy shares in any fund or security to any person in any jurisdiction in which such offer, solicitation, purchase, or sale would be unlawful under the securities laws of such jurisdiction. Furthermore, the Robinson Tax Advantaged Income Fund is not available for sale outside of the United States. The views in this material are intended to assist readers in understanding certain investment methodology and do not constitute investment or tax advice. The views in this material were those of the author as of the date of publication and may not reflect his view on the date this material is first published or any time thereafter.

Liberty Street Advisors, Inc. is the advisor to the Fund. The Fund is part of the Liberty Street family of funds within Investment Managers Series Trust.