RMB Fund

Portfolio Update: Second Quarter 2020

The RMB Fund (the "Fund") increased +22.00%, net of fees, in the second quarter of 2020, ahead of the +20.54% increase in the S&P 500 Index for the same period. The Fund gained back some of its relative underperformance from the first quarter, but remains behind the benchmark year to date at -6.95% vs -3.08%. From a traditional attribution perspective, the outperformance in the second quarter was driven mostly by stock selection, with a modest positive contribution from sector allocation. The Financial sector made up nearly all of the relative positive contribution to performance with all other sectors largely offsetting each other, with some positive and some negative. We will discuss individual holdings impact on performance in a moment.

	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception
RMBHX	+22.00%	+3.14%	+10.75%	+7.89%	+12.03%	+10.30%
S&P 500 Index	+20.54%	+7.51%	+10.73%	+10.73%	+13.99%	+11.20%
RMBHX (Load Adjusted)	+15.91%	-2.01%	+8.87%	+6.78%	+11.46%	+10.18%

Performance over one year is annualized. The performance data quoted represents past performance and is not a guarantee of future results. The investment return and principal value of an investment will fluctuate, so that those shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the data quoted. To obtain performance as of the most recent month end, please call 855-280-6423. The Fund's expense ratio is 1.25%.

The Fund's investment advisor, RMB Capital Management, LLC, has adapted a contractual expense limitation agreement for each fund through May 1, 2021, reducing the applicable Fund's operating expenses. This may be continued from year to year thereafter if agreed upon by all parties. In the absence of such waivers and/or reimbursements, the applicable Fund's total return and yield would be lower. The Funds have a maximum front-end sales charge of 5.00%. Sales charges are waived for clients of investment intermediaries, or for those who purchase shares via no-transaction-fee platforms.

The second-quarter market environment was a remarkable rebound after an abysmal first quarter. The first half of 2020 was really a tale of two polar opposite quarters. If you had fallen asleep on January 1 and awoke on June 30th, looking at year to date market returns, you'd likely say the first half of the year was fairly unremarkable, with a small overall decline following a very strong 2019. As we all know, 2020 has been anything but ordinary, as the COVID-19 pandemic has impacted nearly all aspects of our daily lives and the global macro economy. Adding in the impact of the largest civil unrest that the U.S. has experienced in decades and a highly polarized national political landscape, it's easy for human emotions to be quite negative about the current state of affairs. So why did the stock market rebound so well in the second quarter and largely shrug off the sharpest economic downturn we've ever seen? It largely boils down to the unprecedented rescue the Federal Reserve and U.S. government have quickly implemented to provide monetary and fiscal stimulus. The market bottomed on March 23rd when it became quite apparent that the Fed and Congress were "all in" on stimulating the economy and trying to avert the worst impacts of the COVID-19 shutdown. The liquidity crisis that was developing in March quickly abated and optimism around a more "V shaped" economic recovery emerged. Corporate bond spreads tightened after expanding significantly in fear of major credit risk. The risk-off to risk-on environment also coincided with some positive scientific developments on being able to control the worst of the impact of the virus during the quarter. We are in the camp that you never want to underestimate the power of the global scientific community when it comes to solving health care problems. Tremendous resources have been put behind solving the coronavirus, which have led to better patient outcomes through some emerging therapeutics and better treatment methods. Today there is a real line of sight towards an eventual vaccine for COVID-19 from a variety of bio pharma companies, potentially as early as year-end.

With the rapid rebound in the market, equity valuations went from being discounted for a "bad case" scenario to a very optimistic one regarding an economic rebound and recovery of corporate earnings. Leading economic indicators in May and June have turned more positive, helping spread optimism that the recession, while deep, can be fairly short lived. Business and consumer confidence will also play a vital role in reshaping the recovery, and those appear to be improving as well. As we opined last quarter, the good news is the U.S. economy was structurally sound before the COVID crisis began, which should help the shape of the rebound in which the health crisis resides. As we pen this letter, surging daily cases of COVID in many states are certainly cause for alarm, although we take some comfort that we are much more prepared to handle it today than four months ago. Further mass state shutdowns appear unlikely and it's good news that the death rate amongst those that do contract the virus has continued to decline. The Fed remains ready to respond with additional tools at its disposal and Congress appears willing to inject some level of additional stimulus. The size of another round of stimulus before the August recess is questionable, but highly probable. As always, our efforts remain focused on bottom-up stock selection within a concentrated, yet diversified, portfolio of high-quality individual companies that can grow their earnings for years into the future and earn attractive returns on invested capital.

Contributors and Detractors

The Fund's largest contributor in the quarter was once again Microsoft Corp. (MSFT), a company that needs no introduction. The stock continued to outperform, as the long term secular growth story looks very strong relative to a weaker global macro environment. The new "work from home" environment has accelerated the need to move towards cloud based services that can be accessed universally, including Microsoft's iconic Office 365 suite of products. Their Azure business should continue to grow at a rapid pace, as the long term secular trend of computing power moving to the cloud shows no sign of abating. We continue to believe in the multi-year opportunity for Microsoft and it remains the largest holding in the Fund at quarter end. Apple Inc. (APPL) was the second largest contributor in the quarter as its second quarter earnings came in better than expected. The market is anticipating a very strong product cycle for the next generation of the iPhone, which will be 5G enabled, as it becomes available later this year. Apple's services segment continues to grow significantly faster than overall revenues as it becomes a bigger portion of the Apple pie. This segment is compromised principally of recurring revenues with attractive margins, which helps support a higher multiple for the stock. We continue to like the longer term prospects for Apple although find the current valuation much less attractive after this year's substantial outperformance. In general we are having a hard time finding many attractively valued names, particularly in companies with strong growth prospects, as the market has put a very high premium on secular growth names.

RMB Fund
SECOND QUARTER 2020 CONTRIBUTION REPORT
Ranked by Basis Point Contribution

	Basis Point Contribution	Return
Top Contributors		
Microsoft Corp.	+198	+29.40%
Apple Inc.	+195	+43.84%
Morgan Stanley	+131	+43.28%
American Tower	+115	+19.76%
MarketAxess Holdings Inc.	+115	+50.80%
Bottom Detractors		
Raytheon Co.	-33	-10.82%
Middleby Corp.	-6	-0.94%
JPMorgan Chase & Co.	+17	+5.09%
Cooper Companies Inc.	+17	+2.89%
Tyler Technologies Inc.	+18	+16.97%

The performance presented above is sourced through Factset Research Systems Inc. Past performance is not indicative of future results, and there is a risk of loss of all or part of your investment. The above does not represent all holdings in the Fund. Holdings listed might not have been held for the full period. To obtain a copy of RMB's calculation methodology and a list of all holdings with contribution analysis, please contact your service team. The data provided is supplemental. Please see important disclosures at the end of this document.

On the negative side of the performance ledger we had names adversely affecting the Fund's overall return, both relative and absolute. Aerospace and defense manufacturer RaytheonCo. (RTN) was the largest detractor in the quarter. We owned Raytheon largely as a pure play investment in the defense industry prior to its announcement to merge with United Technologies aerospace business. For what appeared to be a reasonably good combination, the timing of the COVID-19 pandemic couldn't have been worse, as it will have a very negative and lasting impact on the commercial aerospace industry. Unfortunately, the merger was about to close when the pandemic hit and the stock suffered. We believe the market has now largely discounted the negative into the price and see decent upside and total return in the name over the next few years. The second largest detractor was Middleby Corp. (MIDD), a manufacturer of food preparation and storage equipment to the restaurant, food processing, and residential end markets. We exited the last of our position very early in the quarter, as we think it will be a very slow recovery for restaurants to spend meaningful capital expenditures on equipment for a long time to come. The stock had a tax loss that we could harvest and reallocate the proceeds into higher conviction ideas.

Outlook

From when we last wrote you just three months ago, market and economic conditions have changed 180 degrees back to a much more optimistic direction. While the pace and magnitude of the recovery from here are in question, there remains a strong case for optimism. We would have thought there would be a lot more "chop" in the market during the second quarter, but the aggressive policies put in place by the U.S. government and Federal Reserve have put a strong floor under the market. Few other risk assets appear attractive given ultra-low interest rates for the indefinite horizon, which also helps buoy stock prices, the so called "There Is No Alternative" (TINA) support for the market. We don't claim to have any ability in predicting where the market is heading in the short or intermediate term and market timing is a very difficult, if not impossible, task with which to add value. We continue to focus the Fund's efforts on owning what we believe to be great companies with secular growth prospects, strong economic moats, underleveraged balance sheets, and superior management teams. The market will do what it will do over the next few quarters, but we feel strongly that we own a diversified portfolio of quality companies that may compound value for shareholders for years into the future. The opportunities to find high-quality growth companies selling at attractive valuations became more abundant during the market selloff, although didn't last very long. In hindsight we wished we had repositioned more of the portfolio in March and early April but we will continue to use our "bottom-up" search to optimize the Fund. Our disciplined investment process focuses more on individual company fundamentals and less on the overall market. Thank you for the continued trust you place in us to manage your assets. If you have any questions, please do not hesitate to contact us.

Sincerely,

Todd Griesbach
Portfolio Manager

RMB Fund

TOP 10 HOLDINGS AS OF 6/30/20

Company	% of Assets
Microsoft Corp.	7.25%
American Tower Corp.	5.39%
Apple Inc.	4.92%
Alphabet Inc.	4.76%
Visa Inc.	4.58%
Diageo PLC	3.39%
IHS Markit Ltd.	3.27%
Danaher Corp.	3.16%
Edwards Lifesciences Corp.	3.14%
Morgan Stanley	3.12%

Holdings are subject to change. The above is a list of all securities that composed 42.97% of holdings managed as of 6/30/2020 under the RMB Fund ("Fund") of RMB Capital Management, LLC ("RMB Capital") based on the aggregate dollar value. This list is provided for informational purposes only and may or may not represent the current securities managed. It does not represent all of the securities purchased, sold, or recommended for advisory clients (under the Fund or otherwise) during the calendar quarter ending 6/30/2020. The reader should not assume that investments in the securities identified and discussed were or will be profitable. For a complete list of historical recommendation for the Fund, please contact RMB Investors Trust at 855-280-6423.

The opinions and analyses expressed in this letter are based on RMB Capital Management, LLC's ("RMB Capital") research and professional experience, and are expressed as of the date of our mailing of this letter. Certain information expressed represents an assessment at a specific point in time and is not intended to be a forecast or guarantee of future performance, nor is it intended to speak to any future time periods. RMB Capital makes no warranty or representation, express or implied, nor does RMB Capital accept any liability, with respect to the information and data set forth herein, and RMB Capital specifically disclaims any duty to update any of the information and data contained in this letter. The information and data in this letter does not constitute legal, tax, accounting, investment, or other professional advice. Past performance is not indicative of future results, and there is a risk of loss of all or party of your investment. This information is confidential and may not be reproduced or redistributed to any other part without the permission of RMB Capital.

An investment cannot be made directly in an index. The index data assumes reinvestment of all income and does not bear fees, taxes or transaction costs. The investment strategy and types of securities held by the comparison index may be substantially different from the investment strategy and types of securities held by your account. The S&P 500® is widely regarded as the best single gauge of large-cap U.S. equities. There is over USD 7.8 trillion benchmarked to the index, with index assets comprising approximately USD 2.2 trillion of this total. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization.

High-quality stocks are those that we believe offer greater reliability and less risk. The quality assessment is made based on a combination of soft (e.g., management credibility) and hard (e.g., balance sheet stability) criteria.

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For complete information about the Fund, including a free prospectus, please contact RMB Investors Trust at 855-280-6423, or visit the website at www.rmbfunds.com. The prospectus contains important information about the funds, including investment objectives, risks, management fees, sales charges, and other expenses, which you should consider carefully before you invest or send money.

All investing involves risk including the possible loss of principal. The RMB Fund invests in larger, more established companies, which may not respond as quickly to competitive challenges or have higher growth rates than smaller companies might have during periods of economic expansion. There can be no assurance that the Fund will achieve its investment objective.

Foreside Fund Services, LLC, Distributor