GROW Q3 2015 Earnings Webcast

Frank Holmes, CEO and Chief Investment Officer
Susan McGee, President and General Counsel
Lisa Callicotte, Chief Financial Officer
Susan Filyk, Investor Relations

May 15, 2015 • 15-190
Today’s Presenters

Frank Holmes  Susan McGee  Lisa Callicotte  Susan Filyk
Forward-Looking Statements

During this webcast we may make forward-looking statements about our relative business outlook. Any forward-looking statements and all other statements made during this webcast that don’t pertain to historical facts are subject to risks and uncertainties that may materially affect actual results. Please refer to our press release and the corresponding Form 10-Q filing for more detail on factors that could cause actual results to differ materially from any described today in forward-looking statements. Any such statements are made as of today, and U.S. Global Investors accepts no obligation to update them in the future.
About U.S. Global Investors (GROW)

U.S. Global Investors, Inc. is an innovative investment manager with vast experience in global markets and specialized sectors. Founded as an investment club, the company became a registered investment adviser in 1968 and has a longstanding history of global investing and launching first-of-their kind investment products. U.S. Global Investors is well known for expertise in gold and precious metals, natural resources and emerging markets.
GROW Strengths

- “Go-to” stock for exposure to emerging markets and resources
- Debt-free, strong balance sheet with a reflexive cost structure
- Monthly dividend and return on equity discipline
Top Institutional Holders of GROW

1. Financial and Investment Management Group 19%
2. Royce and Associates 15%
3. The Vanguard Group 4%
4. Sentry Investment Management 4%
5. BlackRock Institutional Trust Company 3%

Source: NASDAQ

Percentage of shares outstanding as of 5/11/2015
GROW Dividends — Paid Monthly

Consistently paid for more than 7 years

Current per month starting January 2013

1/2 penny per share

Current yield 1.88%*

*At share price of $3.20 as of 03/31/2015
Share Repurchase Program in Motion

- The board approved a repurchase of up to $2.75 million of its outstanding common stock on the open market through calendar year 2015.
- During the third fiscal quarter 2015, the company repurchased 19,245 class A shares using cash of $60,000.
- Algorithm is used to buy back shares on down days, in accordance with all applicable rules and regulations that restrict amounts and times of repurchases.
- May be suspended or discontinued at any time.
Current Product Line

ETF

- Global Airlines
  - U.S. Global Jets ETF (JETS)

- Gold & Precious Metals
  - Gold and Precious Metals Fund (USERX)
  - World Precious Minerals Fund (UNWFX)
  - World Precious Minerals Fund—Institutional Class (UNWIX)

- Emerging Europe
  - Emerging Europe Fund (EUROX)

Mutual Funds

- Natural Resources
  - Global Resources Fund (PSPFX)
  - Global Resources Fund—Institutional Class (PIFX)

- Domestic Equity
  - All American Equity Fund (G6TX)
  - Holmes Macro Trends Fund (MEGAX)

- China Region
  - China Region Fund (USC0X)

- Short-Term Bond Funds
  - Near-Term Tax Free Fund (NEARX)
  - U.S. Government Securities Ultra-Short Bond Fund (UGSDFX)
Vision for Future Growth — ETFs

- Launched smart beta ETF focused on the global airline industry
- U.S. Global Investors is investment adviser to the U.S. Global Jets ETF
- Formed strategic relationship with U.S. Bancorp Fund Services’ ETF Series Solutions for offering
- Invested considerable time, effort and resources to launch new product line
Building for Future Growth

- Continue developing innovative and dynamic ETF products to expand product line and revenue streams
- 65 percent ownership of Galileo Global Equity Advisors, a Canadian asset management company
- Earning valuable exposure for our brand in over 170 countries through publishing of our financial commentary and other original content
Key Themes

Our Approach to Building Performance Is Simple and Continuous

- **Streamline for Stability**
  - Operations
  - Products
  - People

- **Build Capability**
  - ETFs
  - Acquisitions
  - Operating Models

- **Realize Potential**
  - Thought Leadership
  - Innovation
  - Competition

Value

2013  2014  2015

Time
We Have Significantly Streamlined Leadership and Staff

A comparison diagram shows the reduction in the number of leaders and staff from 2013 to 2014:
- CEO: 1 in 2013, 1 in 2014
- Executive: 2 in 2013, 2 in 2014
- Business Leaders (25%): 8 in 2013, 6 in 2014
- Total (25%): 65 in 2013, 48 in 2014
Quarterly Average Assets Under Management

Billions $

- U.S. Global AAUM
- Galileo AAUM

www.usfunds.com
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Emerging Market Outflows Eclipse Financial Crisis Levels

Source: Financial Times, NN Investment Partners, U.S. Global Investors
Divergence between Domestic Stocks, Gold Mining Companies and Emerging Markets

See Disclosures pages for holdings in mutual funds mentioned.
China’s Purchasing Managers’ Index (PMI) Downturn Bearish for Global Markets
Asset Breakdown — U.S. Global Investors Funds

Data for SEC-registered mutual funds as of March 31, 2015.
Balance Sheet Strength – No Debt

* The change in cash and cash equivalents was due to the company moving assets into the U.S. Government Securities Ultra-Short Bond Fund.
Earnings Per Share Quarterly
## GROW Peer Comparison

<table>
<thead>
<tr>
<th>Growth</th>
<th>Value</th>
<th>Income</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>3 Year Average EPS Growth</td>
<td>3 Year Average Return on Equity</td>
</tr>
<tr>
<td><strong>GROW</strong></td>
<td>-215.1%</td>
<td>-136.8%</td>
</tr>
<tr>
<td><strong>Peers</strong>*</td>
<td>19.8%</td>
<td>20.1%</td>
</tr>
</tbody>
</table>

- **Income Dividend Yield**: 1.7%  
- **Income Dividend Yield**: 2.2%

Data as of 03/31/2015.


**Source**: FactSet
Company Snapshot

- NASDAQ: GROW
- Price on 03/31/15: $3.20
- Market Cap: $49.1 million
- 52-wk Range: $2.65 - $3.81
GROW Performance — Past Twelve Months Outperformed Gold Stocks

Past performance does not guarantee future results.
Past performance does not guarantee future results.
Income Statement – Financial Analysis

Lisa Callicotte
CFO
Consolidated Statements of Operations (Unaudited)
(dollars in thousands, except per share data)

<table>
<thead>
<tr>
<th>Operating Revenues</th>
<th>Three Months Ended March 31</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>Advisory fees</td>
<td>$ 1,248</td>
</tr>
<tr>
<td>Distribution fees</td>
<td>299</td>
</tr>
<tr>
<td>Shareholder services fees</td>
<td>143</td>
</tr>
<tr>
<td>Administrative services fees</td>
<td>141</td>
</tr>
<tr>
<td></td>
<td>$ 1,831</td>
</tr>
</tbody>
</table>
**Consolidated Statements of Operations (Unaudited)**
(dollars in thousands, except per share data)

<table>
<thead>
<tr>
<th>Operating Expenses</th>
<th>Three Months Ended March 31</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>Employee compensation and benefits</td>
<td>$1,389</td>
</tr>
<tr>
<td>General and administrative</td>
<td>1,048</td>
</tr>
<tr>
<td>Platform fees</td>
<td>435</td>
</tr>
<tr>
<td>Advertising</td>
<td>96</td>
</tr>
<tr>
<td>Depreciation</td>
<td>81</td>
</tr>
<tr>
<td><strong>Total Operating Expenses</strong></td>
<td><strong>$3,049</strong></td>
</tr>
</tbody>
</table>
Consolidated Statements of Operations (Unaudited)  
(dollars in thousands, except per share data)

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended March 31</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>Operating Loss</td>
<td>1,218</td>
</tr>
<tr>
<td>Other Income (Loss)</td>
<td></td>
</tr>
<tr>
<td>Investment income</td>
<td>249</td>
</tr>
<tr>
<td>Equity in earnings of Galileo</td>
<td></td>
</tr>
<tr>
<td></td>
<td>249</td>
</tr>
<tr>
<td>Income (Loss) from Continuing Operations Before Income Taxes</td>
<td>(969)</td>
</tr>
<tr>
<td>Provision for Federal Income Taxes</td>
<td></td>
</tr>
<tr>
<td>Tax expense (benefit)</td>
<td>25</td>
</tr>
<tr>
<td>Income (Loss) from Continuing Operations</td>
<td>(994)</td>
</tr>
<tr>
<td>Discontinued Operations</td>
<td></td>
</tr>
<tr>
<td>Income (Loss) from operations of discontinued transfer agent</td>
<td></td>
</tr>
<tr>
<td>Tax expense (benefit)</td>
<td></td>
</tr>
<tr>
<td>Income (Loss) on Discontinued Operations</td>
<td></td>
</tr>
<tr>
<td>Net Income (Loss)</td>
<td>(994)</td>
</tr>
<tr>
<td>Less: Net Income Attributable to Non-Controlling Interest</td>
<td>13</td>
</tr>
<tr>
<td>Net Income (Loss) Attributable to U.S. Global Investors, Inc.</td>
<td>(1,007)</td>
</tr>
</tbody>
</table>
## Consolidated Statements of Operations (Unaudited)
(dollars in thousands, except per share data)

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended March 31</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td><strong>Basic Net Income (Loss) per Share</strong></td>
<td></td>
</tr>
<tr>
<td>Income (loss) from continuing operations</td>
<td>$ (0.07)</td>
</tr>
<tr>
<td>Loss from discontinued operations</td>
<td>—</td>
</tr>
<tr>
<td>Net income (loss)</td>
<td>$ (0.07)</td>
</tr>
<tr>
<td><strong>Diluted Net Income (Loss) per Share</strong></td>
<td></td>
</tr>
<tr>
<td>Income (loss) from continuing operations</td>
<td>$ (0.07)</td>
</tr>
<tr>
<td>Loss from discontinued operations</td>
<td>—</td>
</tr>
<tr>
<td>Net income (loss)</td>
<td>$ (0.07)</td>
</tr>
<tr>
<td><strong>Basic weighted average number of common shares outstanding</strong></td>
<td>15,379,365</td>
</tr>
<tr>
<td><strong>Diluted weighted average number of common shares outstanding</strong></td>
<td>15,379,365</td>
</tr>
</tbody>
</table>
Consolidated Balance Sheets  
(dollars in thousands)

<table>
<thead>
<tr>
<th>Assets</th>
<th>March 31, 2015 (unaudited)</th>
<th>June 30, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$ 3,671</td>
<td>$ 5,910</td>
</tr>
<tr>
<td>Trading securities, at fair value</td>
<td>16,443</td>
<td>17,817</td>
</tr>
<tr>
<td>Receivables</td>
<td>1,900</td>
<td>2,513</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>499</td>
<td>525</td>
</tr>
<tr>
<td>Deferred tax asset</td>
<td>213</td>
<td>51</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>22,726</td>
<td>26,816</td>
</tr>
<tr>
<td><strong>Net Property and Equipment</strong></td>
<td>2,804</td>
<td>3,024</td>
</tr>
<tr>
<td><strong>Other Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deferred tax asset, long term</td>
<td>709</td>
<td>298</td>
</tr>
<tr>
<td>Investment securities available-for-sale, at fair value</td>
<td>4,303</td>
<td>6,196</td>
</tr>
<tr>
<td>Other investments</td>
<td>2,413</td>
<td>1,413</td>
</tr>
<tr>
<td>Intangible assets, net</td>
<td>52</td>
<td>86</td>
</tr>
<tr>
<td>Other assets, long-term</td>
<td>11</td>
<td>13</td>
</tr>
<tr>
<td><strong>Total Other Assets</strong></td>
<td>7,488</td>
<td>8,006</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>$ 33,018</td>
<td>$ 37,846</td>
</tr>
</tbody>
</table>
Consolidated Balance Sheets
(dollars in thousands)

<table>
<thead>
<tr>
<th>Liabilities and Shareholders’ Equity</th>
<th>March 31, 2015 (unaudited)</th>
<th>June 30, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>$ 185</td>
<td>$ 219</td>
</tr>
<tr>
<td>Accrued compensation and related costs</td>
<td>444</td>
<td>581</td>
</tr>
<tr>
<td>Dividends payable</td>
<td>231</td>
<td>232</td>
</tr>
<tr>
<td>Other accrued expenses</td>
<td>733</td>
<td>1,064</td>
</tr>
<tr>
<td>Total liabilities held related to discontinued operations</td>
<td>—</td>
<td>47</td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td>1,593</td>
<td>2,143</td>
</tr>
<tr>
<td><strong>Commitments and Contingencies</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Shareholders’ Equity</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Common stock (class A) - $0.025 par value; nonvoting; authorized, 28,000,000 shares; issued, 13,866,421 and 13,866,361 shares at March 31, 2015, and June 30, 2014, respectively</td>
<td>347</td>
<td>347</td>
</tr>
<tr>
<td>Common stock (class B) - $0.025 par value; nonvoting; authorized, 4,500,000 shares; no shares issued</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Convertible common stock (class C) - $0.025 par value; voting; authorized, 3,500,000 shares; issued, 2,069,127 and 2,069,187 shares at March 31, 2015, and June 30, 2014, respectively</td>
<td>52</td>
<td>52</td>
</tr>
<tr>
<td>Additional paid-in-capital</td>
<td>15,690</td>
<td>15,669</td>
</tr>
<tr>
<td>Treasury stock, class A shares at cost; 557,555 and 501,518 shares at March 31, 2015, and June 30, 2014, respectively</td>
<td>(1,467)</td>
<td>(1,280)</td>
</tr>
<tr>
<td>Accumulated other comprehensive income, net of tax</td>
<td>(462)</td>
<td>906</td>
</tr>
<tr>
<td>Retained earnings</td>
<td>16,706</td>
<td>19,376</td>
</tr>
<tr>
<td><strong>Total U.S. Global Investors, Inc. Shareholders’ Equity</strong></td>
<td>30,866</td>
<td>35,070</td>
</tr>
<tr>
<td>Non-Controlling Interest in Subsidiary</td>
<td>$ 559</td>
<td>$ 633</td>
</tr>
<tr>
<td><strong>Total Shareholders’ Equity</strong></td>
<td>31,425</td>
<td>35,703</td>
</tr>
<tr>
<td><strong>Total Liabilities and Shareholders’ Equity</strong></td>
<td>$ 33,018</td>
<td>$ 37,846</td>
</tr>
</tbody>
</table>
Significant Events

Susan McGee
President and General Counsel
Performance and Results Oriented

Investment leadership results in performance

Winner of 29 Lipper performance awards, certificates and top rankings since 2000

(4 of the U.S. Global Investors Funds received Lipper performance awards from 2005 to 2008. 6 of the U.S. Global Investors Funds received certificates from 2000 to 2007, and 2 of the U.S. Global Investors Funds received top rankings from 2009 to 2010. During the years mentioned, there were 13 U.S. Global Investors Funds, while currently the fund family consists of 9 funds. See Disclosures pages for additional information.)
Did You Know?

DID YOU KNOW?
Out of 25,000 equity and bond mutual funds, only 30 of them have had consecutive, positive annual returns for the past 20 years.

THE NEAR-TERM TAX FREE FUND IS ONE OF THEM.

Source: Lipper
20 Years of Positive Annual Total Returns

The Near-Term Tax Free Fund has generated consistent positive annual total returns (yield + appreciation) for investors for 20 years in a row.

Past performance does not guarantee future results. See complete fund performance information on performance page.
Look at the S&P 500 vs. the Fund with a History of No Drama

Near-Term Tax Free Fund vs. S&P 500 Index
Growth of $100,000 from 12/31/1999 to 03/31/2015

Source: Bloomberg, U.S. Global Investors

The chart illustrates the performance of a hypothetical $100,000 investment made in the fund during the depicted time frame. Figures include reinvestment of capital gains and dividends, but the performance does not include the effect of any direct fees described in the fund’s prospectus which, if applicable, would lower your total returns. Past performance doesn’t guarantee future results, and you shouldn’t reasonably expect the fund to keep pace with an index of equity securities like the S&P 500 over the next 10, 15 and 20 years. However, NEARX has historically shown a greater likelihood of dodging the dramatic swings the equity market has often experienced in times of uncommonly high volatility, such as we saw in the first decade of the century. To see the latest 1-, 5- and 10-year returns, see the performance page.
Fund Performance

<table>
<thead>
<tr>
<th>Fund</th>
<th>1-year</th>
<th>3-year</th>
<th>5-year</th>
<th>10-year</th>
<th>Since Inception</th>
<th>Gross Expense Ratio</th>
<th>Expense Cap</th>
</tr>
</thead>
<tbody>
<tr>
<td>Near-Term Tax Free Fund (NEARX)</td>
<td>2.38%</td>
<td>1.95%</td>
<td>2.59%</td>
<td>3.10%</td>
<td>4.17%*</td>
<td>1.08%</td>
<td>0.45%</td>
</tr>
<tr>
<td>S&amp;P 500 Index</td>
<td>12.73%</td>
<td>16.11%</td>
<td>14.47%</td>
<td>8.01%</td>
<td>n/a</td>
<td>n/a</td>
<td>n/a</td>
</tr>
</tbody>
</table>

Expense ratio as stated in the most recent prospectus. The expense cap is a contractual limit through April 30, 2016, for the Near-Term Tax Free Fund, on total fund operating expenses (exclusive of acquired fund fees and expenses, extraordinary expenses, taxes, brokerage commissions and interest). Performance data quoted above is historical. Past performance is no guarantee of future results. Results reflect the reinvestment of dividends and other earnings. For a portion of periods, the fund had expense limitations, without which returns would have been lower. Current performance may be higher or lower than the performance data quoted. The principal value and investment return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. Performance does not include the effect of any direct fees described in the fund’s prospectus which, if applicable, would lower your total returns. Performance quoted for periods of one year or less is cumulative and not annualized. Obtain performance data current to the most recent month-end at www.usfunds.com or 1-800-US-FUNDS. *Inception 12/4/90.
4 Stars Overall

Near-Term Tax Free Fund (NEARX)

Morningstar ratings based on risk-adjusted return and number of funds
Category: Municipal National Short-term funds
Through 03/31/2015

Gold and Precious Metals Fund (USERX)

Morningstar ratings based on risk-adjusted return and number of funds
Category: Equity Precious Metals
Through 03/31/2015

Overall/179
3-Year/179
5-Year/154
10-Year/109

Overall/71
3-Year/71
5-Year/67
10-Year/51
Fund Recognition: Lipper Leaders

Near-Term Tax Free Fund

U.S. Government Securities Ultra-Short Bond Fund

Lipper ratings for Preservation reflect funds' historical loss avoidance relative to other funds within the same asset class, as of 3/31/2015. Preservation ratings are relative, rather than absolute, measures, and funds named Lipper Leaders for Preservation may still experience losses periodically; those losses may be larger for equity and mixed equity funds than for fixed income funds. Past performance does not guarantee future results.
Growth of ETF Products

Historical Total ETF Assets in Trillions of Dollars

Source: Investment Company Institute/Haver Analytics, U.S. Global Investors
Demand for ETFs is Increasing

- Convenient vehicle for institutional investors participating in, or hedging against broad movement in the stock market
- Increased awareness of ETFs by retail investors and their financial advisers
- Assets in ETFs accounted for 11% of total net assets managed by investment companies at year-end 2014
- Net issuance of ETF shares reached a record $241 billion
Why a Smart Beta Airline ETF?

- The fundamentals for airline industry had been taking off but there was no ETF to meet investor demand
- Fit U.S. Global’s brand of expertise in specialized sectors and global perspective
- Smart beta, or enhanced indexing, has gained momentum, particularly in institutional market
Global Airline Stocks Posting All-Time Highs

NYSE Arca Global Airline Index Total Return

Past performance does not guarantee future results.
Source: Bloomberg, U.S. Global Investors
Airline Stocks Defied High Fuel Costs

See Disclosures pages for holdings in mutual funds mentioned.
Domestic Airlines Are Forecast to See Greatest Free Cash Flow in Years

Past performance does not guarantee future results.  
Source: BoA Merrill Lynch Global Research, U.S. Global Investors
U.S. Global Jets Index - JETSX

INDEX UNIVERSE

Minimum Market Cap
Minimum 3-Month Average Dollar Traded Value
Must Be Trading on Developed Exchange

INDEX WEIGHTING

1 Top 4 Domestic Airlines
The top 4 U.S. domestic airlines based on a ranking of market capitalization and load factor receive a weight of 12% each.

2 Next 5 Domestic Airlines
The next 5 U.S. domestic airlines based on a ranking of market capitalization and load factor receive a weight of 4% each.

3 Next 4 Domestic Airline Industry Companies
A composite fundamental rank is calculated for the remaining U.S. airline industry companies. The composite considers cash flow, sales growth, gross margin and sales yield. The top 4 securities based on this rank receive a weight of 3% each.

4 Top 20 Foreign Airline Industry Companies
A composite fundamental rank is calculated for foreign airline industry companies. The composite considers cash flow, sales growth, gross margin and sales yield. The top 20 securities based on this rank receive a weight of 1% each.

Rebalanced quarterly

www.usglobalindex.com
ETFs Have a Different Landscape for Operations, Marketing and Distribution

**Creation of ETF Shares**

- **Primary market**
  - **Fund or trust**
  - **Creation basket**
  - **Authorized participant**

- **Secondary market**
  - **Hold shares**
  - **Sell shares to clients**
  - **Sell shares on exchanges**
  - **Other investors**

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**U.S. Global ETFs**

Get on board the new airline ETF

**LATEST NEWS**

U.S. Global Investors Launches "JETS" Airline Industry ETF

Airline Industry Peaked to Fly High in 2015

How Will Gas Prices Affect Airlines?
ETF Launch Required Investment of Time and Resources

- Selecting new service providers and product partners
- Researching, analyzing and back testing index models
- Building operational and communication infrastructure
ETF Strategic Partnership

U.S. GLOBAL INVESTORS
Adviser to U.S. Global ETFs. U.S. Global Investors, Inc. is an innovative investment manager with vast experience in global markets and specialized sectors.

U.S. BANCORP FUND SERVICES, LLC
Provides administrator and transfer agent services to U.S. Global ETFs. Headquartered in Milwaukee since 1969, U.S. Bancorp Fund Services, LLC provides single-source solutions to support a variety of investment strategies and products including mutual funds, alternative investments, and exchange traded funds. U.S. Bancorp Fund Services is a subsidiary of U.S. Bank, the fifth largest commercial bank in the United States. U.S. Bank, National Association is custodian.

QUASAR DISTRIBUTORS, LLC
Quasar Distributors, LLC, a wholly owned subsidiary of U.S. Bancorp and the largest 3rd party distributor.

INDXX
Indxx, a global financial services firm, creates customized indices which serve as benchmarks for exchange traded funds (ETFs), passively managed index funds, mutual funds, structured products and other index-linked financial instruments. As a full-service index provider, Indxx designs and maintains innovative indices in-house, and also works with clients around the world to help them design, create and manage their own index products.

NYSE ARCA
NYSE Arca operates a fully-electronic exchange trading more than 8,000 exchange-listed securities, including listings on NYSE and Nasdaq. NYSE Arca is also the leading listing and trading platform for exchange-traded funds (ETFs), offering the largest public ETF liquidity pool in the U.S.

MORGAN, LEWIS & BOCKIUS LLP

COHEN FUND AUDIT SERVICES, LTD
Cohen Fund Audit Services, LTD serves as auditor.
Successful Launch of JETS in April

Photo credit: NYSE/Valerie Caviness
Branding and Marketing of GROW

- 31 TV/Radio/Podcasts
- 49 Total Interviews
- 847 Web Mentions
- 32 Frank Talk Blog Entries
- 92 Newsletter Recommendations

Data from January 2015 – March 2015
Gold Game Film Show a Success on Kitco

Kitco News features a weekly show with Frank Holmes’ gold market analysis. Since the show’s beginning in 2014, 62 episodes have been aired.

Kitco’s audience = 10 million monthly visitors, and with the launching of their new email newsletter, additional exposure has been added for each Gold Game Film.
Newsletter Recommendations for U.S. Global Investors Funds
Recognition As an Industry Leader in Investor Education — 64 Awards

64 Mutual Fund Education Alliance STAR Awards
Branding – Education

- Investor Alert and Advisor Alert are key communication tools
- Our original, award-winning educational content is in high demand from investors via email, website, social media platforms, apps
- usfunds.com/subscribe
Recent Insights from Investor Alert
U.S. Rig Count Falls for Fifteenth Week, but Oil Production Continues to Climb

March 27, 2015

U.S. Crude Stockpiles at Cushing, Oklahoma Draw for the First Time in 22 Weeks

Source: U.S. Energy Information Administration, U.S. Global Investors
WTI Crude Is Closely Tracking the Average of Previous Bottoms

Source: Evercore ISI, U.S. Global Investors
Performance Stock Is Steadily Rising as CEO Compensation

See Disclosures pages for holdings in mutual funds mentioned.  
Chinese Outbound Travelers Increasing Every Year

Past performance is no guarantee of future results. **Source:** CEIC, Chinese Reality Research, U.S. Global Investors
Lee Kuan Yew’s Singapore Flourished while Fidel Castro’s Cuba Floundered

GDP per Capita Based on Purchasing Power Parity (PPP)

- Singapore
- United States
- Cuba

Past performance does not guarantee future results.

Source: Penn World Table (Center for International Comparisons at the University of Pennsylvania), U.S. Global Investors
Chinese and Indian Growth Has Spurred Gold Market

Chinese and Indian Growth Has Spurred Gold Market
Tonnes


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Shanghai Composite’s Breakout Continues

200-day Moving Average
Shanghai Composite Index

Past performance does not guarantee future results. Source: Bloomberg, U.S. Global Investors

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Gold vs. Dollar 3-Month Percent Change Oscillator

Daily, 10 Years Through March 20, 2015, in Standard Deviation Terms

Source: Bloomberg, U.S. Global Investors
Gold Flirting with Five-Year Lows as U.S. Dollar Remains Strong

Past performance does not guarantee future results. Source: Bloomberg, U.S. Global Investors
Gold Prices in Euro Terms Strengthen as the Currency Falls

Source: Bloomberg, U.S. Global Investors
Past performance does not guarantee future results.
Global Investors See Best Opportunities in Eurozone

Source: Bloomberg Markets Global Poll, U.S. Global Investors

**Nigeria,” “None of these” and “Not sure” responses were omitted.**
Eurozone Consumer Confidence at 89-Month High

Source: European Commission, U.S. Global Investors

THE DOW THEN AND NOW

After falling to a low near 6,500 in March 2009, the Dow Jones Industrial Average doubled to hit an all-time high in March 2013. This is the first time since October 2007, but investors have called it quits. A look at THEN and NOW suggests what may be driving this behavior.

"The stock market’s volatility has scared retail investors for several years. A total of $556 billion has been taken out of mutual funds focused on American stocks since October 2007, according to the Investment Company Institute. That is an enormous pot of money that largely missed out on the market’s recovery."
—The New York Times, March 5, 2013

CONSUMERS ARE LESS CONFIDENT.

99.5
2007

69.6
2013

2.5%
1.6%

Americans pay more for a gallon of gas.
The U.S. economy isn’t growing as fast.

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Disclosures

Please consider carefully a fund’s investment objectives, risks, charges and expenses. For this and other important information, obtain a fund prospectus by visiting www.usfunds.com or by calling 1-800-US-FUNDS (1-800-873-8637). Read it carefully before investing. Distributed by U.S. Global Brokerage, Inc.

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Bond funds are subject to interest-rate risk; their value declines as interest rates rise. Though the Near-Term Tax Free Fund seeks minimal fluctuations in share price, it is subject to the risk that the credit quality of a portfolio holding could decline, as well as risk related to changes in the economic conditions of a state, region or issuer. These risks could cause the fund's share price to decline. Tax-exempt income is federal income tax free. A portion of this income may be subject to state and local taxes and at times the alternative minimum tax. The Near-Term Tax Free Fund may invest up to 20% of its assets in securities that pay taxable interest. Income or fund distributions attributable to capital gains are usually subject to both state and federal income taxes.

Gold, precious metals, and precious minerals funds may be susceptible to adverse economic, political or regulatory developments due to concentrating in a single theme. The prices of gold, precious metals, and precious minerals are subject to substantial price fluctuations over short periods of time and may be affected by unpredicted international monetary and political policies. We suggest investing no more than 5% to 10% of your portfolio in these sectors.

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Disclosures

The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for the Preservation metric over three-, five-, and ten-year periods (if applicable). The highest 20% of funds in each peer group are named Lipper Leader or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2, and the lowest 20% are scored 1. The Near-Term Tax Free Fund, in Lipper’s Short-Intermediate Municipal Debt Funds classification, received the following ratings for the 3-, 5-, and 10-year periods, respectively. Preservation (in Fixed Income asset class): 5 (5,074 funds), 5 (4,226 funds), and 5 (2,864 funds). The U.S. Government Securities Ultra-Short Bond Fund, in Lipper’s Short U.S. Treasury classification, received the following ratings for the 3-, 5-, and 10-year periods, respectively: Preservation: 5 (5,074 funds), 5 (4,226 funds) and 5 (2,864 funds). Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. More information is available at www.lipperweb.com. Lipper Leader Copyright 2015, Reuters, All Rights Reserved.

Morningstar Ratings are based on risk-adjusted return. The Morningstar Rating for a fund is derived from a weighted-average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics. Past performance does not guarantee future results. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund’s monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.)

The J.P. Morgan Global Purchasing Manager’s Index is an indicator of the economic health of the global manufacturing sector. The PMI index is based on five major indicators: new orders, inventory levels, production, supplier deliveries and the employment environment.

The FTSE Gold Mines Index Series encompasses all gold mining companies that have a sustainable and attributable gold production of at least 300,000 ounces a year, and that derive 75% or more of their revenue from mined gold. The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The NYSE Arca Gold Miners Index is a modified market capitalization weighted index comprised of publicly traded companies involved primarily in the mining for gold and silver. The index benchmark value was 500.0 at the close of trading on December 20, 2002. The NYSE Arca Airline Index (XAL) is an equal dollar weighted index designed to measure the performance of highly capitalized companies in the airline industry. The XAL Index tracks the price performance of major U.S. and overseas airlines.
Disclosures

The Shanghai Composite Index (SSE) is an index of all stocks that trade on the Shanghai Stock Exchange. The S&P 500 Stock Index is a widely recognized capitalization-weighted index of 500 common stock prices in U.S. companies. The S&P Global Natural Resources Index includes 90 of the largest publicly-traded companies in natural resources and commodities businesses that meet specific investability requirements, offering investors diversified, liquid and investable equity exposure across 3 primary commodity-related sectors: Agribusiness, Energy, and Metals & Mining. The S&P/TSX Venture Composite Index is a broad market indicator for the Canadian venture capital market. The index is market capitalization weighted and, at its inception, included 531 companies. A quarterly revision process is used to remove companies that comprise less than 0.05% of the weight of the index, and add companies whose weight, when included, will be greater than 0.05% of the index. The U.S. Trade Weighted Dollar Index provides a general indication of the international value of the U.S. dollar.

The S&P 500 Industrials Index is a Materials Index is a capitalization-weighted index that tracks the companies in the industrial sector as a subset of the S&P 500. The S&P 500 Consumer Discretionary Index is a capitalization-weighted index that tracks the companies in the consumer discretionary sector as a subset of the S&P 500. The S&P 500 Airlines Index is a capitalization-weighted index, comprised of the GICS Level 4 Sub-Industry Airline Group. The University of Michigan Confidence Index is a survey of consumer confidence conducted by the University of Michigan. The report, released on the tenth of each month, gives a snapshot of whether or not consumers are willing to spend money.

Standard deviation is a measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Standard deviation is also known as historical volatility. There is no guarantee that the issuers of any securities will declare dividends in the future or that, if declared, will remain at current levels or increase over time. Note that stocks and Treasury bonds differ in investment objectives, costs and expenses, liquidity, safety, guarantees or insurance, fluctuation of principal or return, and tax features.
Disclosures

Mutual fund portfolios are actively managed, and holdings may change daily. Holdings are reported as of the most recent quarter-end. Holdings in the Near-Term Tax Free Fund, Gold and Precious Metals Fund and U.S. Government Securities Savings Fund as a percentage of net assets as of 3/31/2015: Alaska Air Group 0.00%; American Airlines 0.00%; Delta Air Lines 0.00%; iShares Russell 2000 ETF 0.00%; Market Vectors Gold Miners ETF 0.00%; Singapore Airlines 0.00%; Southwest Airlines 0.00%; Sprott Inc. 0.00%; United Airlines 0.00%