GROW Q1 2016 Results Webcast

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

November 13, 2015 • 15-476
Today’s Presenters

Frank Holmes  Susan McGee  Lisa Callicotte  Susan Filyk
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  20%
2. Royce and Associates  15%
3. Sentry Investment Management  4%
4. The Vanguard Group  4%
5. BlackRock Institutional Trust Company  3%

Source: NASDAQ
Percentage of shares outstanding as of 11/13/2015
GROW Dividends — Paid Monthly

Consistently paid for more than 8 years

Current yield at share price of $1.67 as of 9/30/2015

1.80%

Monthly dividend payment of $.0025 approved for October–December 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 first fiscal quarter 2016, the company repurchased 73,021 class A shares using cash of $163,000.
- 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.
Balance Sheet Strength – No Debt

Cash, Cash Equivalents and Marketable Securities

Millions $

- Marketable Securities
- U.S. Government Securities Ultra-Short Bond Fund
- Cash

* The change in cash and cash equivalents was due to the company moving assets into the U.S. Government Securities Ultra-Short Bond Fund.
Quarterly Average Assets Under Management
Asset Breakdown — U.S. Global Investors Funds

Assets by Investment Objective as of 09/30/2015

- Domestic Equity and Fixed Income: 41%
- Emerging Markets and Natural Resources: 59%

Assets by Distribution Channel as of 09/30/2015

- Institutional: 20%
- Retail: 80%

Data for SEC-registered mutual funds as of September 30, 2015.
Strong U.S. Dollar

U.S. Dollar Up 20 Percent Since July 2014
As of September 9, 2015

Source: Bloomberg, U.S. Global Investors
Strong Dollar Pressures Resources

Inverse Relationship Between the U.S. Dollar and Commodities

Past performance does not guarantee future results.

Source: Bloomberg, U.S. Global Investors
STRONG DOLLAR HURTS S&P 500

Tiffany & Co.

Macy's

Walmart

Ford

Yum!

Johnson & Johnson

P&G

USS
Strong Dollar Hurts S&P 500 Companies

The Strong U.S. Dollar Negatively Affected S&P 500 Companies’ Earnings and Revenue Growth
Second Quarter 2015

- Companies (Ex-Energy) with More Than 50% Sales in U.S.
- All Companies (Ex-Energy)
- Companies (Ex-Energy) with Less Than 50% Sales in U.S.

Source: FactSet, U.S. Global Investors
Gold Mining Companies Have Seen a Three-Year Decline

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

See Performance and Additional Important Information pages.
Emerging Europe Has Seen a Three-Year Decline

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

See Performance and Additional Important Information pages.
China’s Purchasing Managers’ Index (PMI) Has Been Bearish for Global Markets

China Government Manufacturing PMI

Source: Bloomberg, U.S. Global Investors

September 25, 2015

China’s Purchasing Managers’ Index (PMI) has been bearish for global markets, as indicated by the graph showing the China Government Manufacturing PMI. The index has been below the 50-point threshold for months, signaling contraction in the manufacturing sector. The graph depicts the one-month and three-month moving averages, with the one-month average currently at 49.7, indicating a continued downturn.
Global PMI — Upturn May Be Good for Commodity Demand

JP Morgan Global Manufacturing Purchasing Manager’s Index

Source: Bloomberg, U.S. Global Investors

Investor Alert
October 2, 2015
## Fund Performance

<table>
<thead>
<tr>
<th>Fund Description</th>
<th>1-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>Gold and Precious Metals Fund (USERX) Inception 7/27/14</td>
<td>-21.82%</td>
<td>-20.11%</td>
<td>-1.79%</td>
<td>-1.23%</td>
<td>1.97%</td>
<td>1.90%</td>
</tr>
<tr>
<td>World Precious Minerals Fund (UNWPM) Inception 11/27/15</td>
<td>-32.24%</td>
<td>-25.21%</td>
<td>-5.80%</td>
<td>1.51%</td>
<td>1.99%</td>
<td>1.90%</td>
</tr>
<tr>
<td>Emerging Europe Fund (EUROX) Inception 3/31/97</td>
<td>-26.10%</td>
<td>-10.43%</td>
<td>-4.65%</td>
<td>5.88%</td>
<td>2.29%</td>
<td>n/a</td>
</tr>
<tr>
<td>Near-Term Tax Free Fund (NEARX) Inception 12/4/50</td>
<td>1.59%</td>
<td>2.05%</td>
<td>3.03%</td>
<td>4.12%</td>
<td>1.08%</td>
<td>0.45%</td>
</tr>
<tr>
<td>Market Vectors Gold Miners ETF (GDX) Inception 5/16/06</td>
<td>-35.31%</td>
<td>-23.97%</td>
<td>n/a</td>
<td>-10.15%</td>
<td>0.53%</td>
<td>n/a</td>
</tr>
<tr>
<td>Powershares Global Gold &amp; Precious Metals Portfolio ETF (PSAU) Inception 9/1/08</td>
<td>-34.84%</td>
<td>22.62%</td>
<td>n/a</td>
<td>-10.43%</td>
<td>0.75%</td>
<td>n/a</td>
</tr>
<tr>
<td>Market Vectors Russia ETF (RSX) Inception 4/24/07</td>
<td>-27.05%</td>
<td>-11.61%</td>
<td>n/a</td>
<td>-8.68%</td>
<td>0.61%</td>
<td>n/a</td>
</tr>
</tbody>
</table>

Expense ratios 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, and a voluntary limit for all other funds, on total fund operating expenses (exclusive of any acquired fund fees and expenses, performance fees, extraordinary expenses, taxes, brokerage commissions and interest). U.S. Global Investors, Inc. (the “Adviser”) can modify or terminate the voluntary limits at any time, which may lower a fund’s yield or return. 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 (e.g., short-term trading fees of 0.06%) 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.

See Disclosure pages for additional information about securities mentioned here.
Our Approach to Building Performance and Managing Costs Is Continuous

- Streamline for Stability & Growth
  - Operations
  - Products
  - People

- Build Capability
  - ETFs
  - Acquisitions
  - Operating Models

- Realize Potential
  - Thought Leadership
  - Innovation
  - Competition
We Have Significantly Streamlined Staff

2013

1

2

8

65

2015

1

2

7

34

CEO

Executive

Business Leaders

Total (48%)
Focus on Core Competencies

Partner with Experts in Administration and Operations
New Partnership with Atlantic Fund Services

- Shareholders of U.S. Global Investors Funds will be voting on election of new trustees for the funds on December 9.
- If approved, the funds, over time, will receive administrative, fund accounting and transfer agency services from Atlantic Fund Services.
- The funds will realize operational economies of scale.
- An increase to USGI’s future net income is projected.
- Costs will decrease due to reduction in personnel and shifting of job functions.
- Adviser will focus on core competencies of investment management and marketing/sales.
- Win-win solution for fund and GROW shareholders.
Comprehensive Fund Servicing Solutions

Atlantic is a full service global provider dedicated to giving customized fund servicing solutions, delivered with the highest quality, personalized service.

Products
- Mutual Funds
- Series Trusts and Stand-Alone Trusts
- Closed-End Funds
- Traditional and Alternative Strategies
- Sub-Advised/Multi-Managed Structures
- Private/Commingled Funds
- Bank Funds
- Master/Feeders
- Fund of Funds
- ETFs

Services
- Portfolio and Fund Accounting
- Performance Reporting
- Post-Trade Compliance
- Legal and Regulatory Administration
- Financial Reporting and Audit Support
- Tax Services
- Treasury Services
- Transfer Agency
- Shareholder Services
- Compliance Services
- Custody*
- Distribution*

*Custody and Distribution provided by unaffiliated providers
Current Product Line

ETF

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

Mutual Funds

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

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

- China Region
  - China Region Fund (USCOX)

- Emerging Europe
  - Emerging Europe Fund (EUROX)

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

- Short-Term Bond Funds
  - Near-Term Tax Free Fund (NEARX)
  - U.S. Government Securities Ultra-Short Bond Fund (UGSDX)
Building for Future Growth

- 65 percent ownership of Galileo Global Equity Advisors, a Canadian asset management company
- Earning valuable brand awareness in over 170 countries through publishing of our financial commentary and other original content
- Looking at opportunities for separately managed accounts
- Continue developing innovative and dynamic ETF products to expand product line and revenue streams
Growth of ETF Products

Historical Total ETF Assets in Trillions of Dollars

* As of 9/30/2015. **Source:** Investment Company Institute/Haver Analytics, U.S. Global Investors
Vision for Future Growth — ETFs

- Formed strategic relationship with U.S. Bancorp Fund Services’ ETF Series Solutions
- Launched our first smart beta ETF, focused on the global airline industry — JETS
- Leverage expertise as active money managers to develop additional robust, rules-based, smart beta ETFs
Successful Growth of JETS
Since April Launch

Photo credit: NYSE/Valerie Caviness
Media Coverage of JETS
Income Statement – Financial Analysis

Lisa Callicotte
CFO
## Consolidated Statements of Operations (Unaudited)
(dollars in thousands)

<table>
<thead>
<tr>
<th>Operating Revenues</th>
<th>Three Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>Advisory fees</td>
<td>$1,139</td>
</tr>
<tr>
<td>Distribution fees</td>
<td>245</td>
</tr>
<tr>
<td>Administrative services fees</td>
<td>111</td>
</tr>
<tr>
<td>Shareholder services fees</td>
<td>103</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$1,598</strong></td>
</tr>
</tbody>
</table>
## Consolidated Statements of Operations (Unaudited)
(dollars in thousands)

<table>
<thead>
<tr>
<th>Operating Expenses</th>
<th>Three Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>Employee compensation and benefits</td>
<td>$1,466</td>
</tr>
<tr>
<td>General and administrative</td>
<td>981</td>
</tr>
<tr>
<td>Platform fees</td>
<td>342</td>
</tr>
<tr>
<td>Advertising</td>
<td>117</td>
</tr>
<tr>
<td>Depreciation</td>
<td>80</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$2,986</strong></td>
</tr>
</tbody>
</table>
# Consolidated Statements of Operations (Unaudited) (dollars in thousands)

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td><strong>Operating Income (Loss)</strong></td>
<td>$</td>
</tr>
<tr>
<td><strong>Other Income (Loss)</strong></td>
<td></td>
</tr>
<tr>
<td>Investment income (loss)</td>
<td></td>
</tr>
<tr>
<td><strong>Total Other Income</strong></td>
<td></td>
</tr>
<tr>
<td><strong>Loss Before Income Taxes</strong></td>
<td>$(854)</td>
</tr>
<tr>
<td><strong>Provision for Federal Income Taxes</strong></td>
<td></td>
</tr>
<tr>
<td>Tax expense (benefit)</td>
<td></td>
</tr>
<tr>
<td><strong>Net Income (Loss)</strong></td>
<td>$(865)</td>
</tr>
<tr>
<td>Less: Net Income Attributable to Non-Controlling Interest</td>
<td>3</td>
</tr>
<tr>
<td><strong>Net Income (Loss) Attributable to U.S. Global Investors, Inc.</strong></td>
<td>$ (868)</td>
</tr>
</tbody>
</table>
## Consolidated Statements of Operations (Unaudited)

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended September 30</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
<td>2014</td>
</tr>
<tr>
<td>Basic Net Loss per Share</td>
<td>$ (0.06)</td>
<td>$ (0.01)</td>
</tr>
<tr>
<td>Diluted Net Loss per Share</td>
<td>$ (0.06)</td>
<td>$ (0.01)</td>
</tr>
<tr>
<td>Basic weighted average number of common shares outstanding</td>
<td>15,342,186</td>
<td>15,429,327</td>
</tr>
<tr>
<td>Diluted weighted average number of common shares outstanding</td>
<td>15,342,186</td>
<td>15,429,327</td>
</tr>
</tbody>
</table>
## Consolidated Balance Sheets
*(dollars in thousands)*

<table>
<thead>
<tr>
<th>Assets</th>
<th>September 30, 2015 (unaudited)</th>
<th>June 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$ 4,474</td>
<td>$ 3,507</td>
</tr>
<tr>
<td>Trading securities, at fair value</td>
<td>15,140</td>
<td>15,640</td>
</tr>
<tr>
<td>Receivables</td>
<td>654</td>
<td>1,837</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>326</td>
<td>410</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>20,594</td>
<td>21,394</td>
</tr>
<tr>
<td><strong>Net Property and Equipment</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>2,665</td>
<td>2,736</td>
</tr>
<tr>
<td><strong>Other Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment securities available-for-sale, at fair value</td>
<td>3,177</td>
<td>4,263</td>
</tr>
<tr>
<td>Other investments</td>
<td>2,303</td>
<td>2,303</td>
</tr>
<tr>
<td>Intangible assets, net</td>
<td>30</td>
<td>41</td>
</tr>
<tr>
<td>Other assets, long-term</td>
<td>32</td>
<td>33</td>
</tr>
<tr>
<td><strong>Total Other Assets</strong></td>
<td>5,542</td>
<td>6,640</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$ 28,801</strong></td>
<td><strong>$ 30,770</strong></td>
</tr>
</tbody>
</table>
## Consolidated Balance Sheets
(dollars in thousands)

<table>
<thead>
<tr>
<th>Liabilities and Shareholders' Equity</th>
<th>September 30, 2015 (unaudited)</th>
<th>June 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>$160</td>
<td>$119</td>
</tr>
<tr>
<td>Accrued compensation and related costs</td>
<td>458</td>
<td>456</td>
</tr>
<tr>
<td>Dividends payable</td>
<td>115</td>
<td>231</td>
</tr>
<tr>
<td>Other accrued expenses</td>
<td>700</td>
<td>821</td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td>1,473</td>
<td>1,627</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 at September 30, 2015, and June 30, 2015</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 shares at September 30, 2015, and June 30, 2015</td>
<td>52</td>
<td>52</td>
</tr>
<tr>
<td>Additional paid-in-capital</td>
<td>15,683</td>
<td>15,694</td>
</tr>
<tr>
<td>Treasury stock, class A shares at cost; 610,977 and 555,786 shares at September 30, 2015, and June 30, 2015, respectively</td>
<td>(1,580)</td>
<td>(1,464)</td>
</tr>
<tr>
<td>Accumulated other compressive income (loss), net of tax</td>
<td>(1,148)</td>
<td>(483)</td>
</tr>
<tr>
<td>Retained earnings</td>
<td>13,441</td>
<td>14,423</td>
</tr>
<tr>
<td><strong>Total U.S. Global Investors, Inc. Shareholders' Equity</strong></td>
<td>26,795</td>
<td>28,569</td>
</tr>
<tr>
<td>Non-Controlling Interest in Subsidiary</td>
<td>533</td>
<td>574</td>
</tr>
<tr>
<td><strong>Total Shareholders' Equity</strong></td>
<td>27,328</td>
<td>29,143</td>
</tr>
<tr>
<td><strong>Total Liabilities and Shareholders' Equity</strong></td>
<td>$28,801</td>
<td>$30,770</td>
</tr>
</tbody>
</table>
Significant Events

Susan McGee
President and General Counsel
IN THE NEWS

MOST READ

- Why Barron's is Bullish on Airlines from Barron's
- The Most Popular New ETF Launches This Year from ETF Trends
- Airline Stocks Boosted by Solid Earnings from Zacks Investment Research

The Most Popular New ETF Launches This Year from ETF Trends

Morgan Stanley: Low Fuel Prices Help Offset Airlines' Headwinds from Benzinga

Airline Stocks Boosted by Solid Earnings from Zacks Investment Research

JETS Reacts on United Buyback from ETF Trends

The Airline Industry: A Deep Dive from Benzinga

Will Airlines Fly Into the Second Half? from ETF Trends
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.
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.)
5 and 4 Stars Overall

Near-Term Tax Free Fund (NEARX)

★★★★★ Overall/187
★★★★★ 3-Year/187
★★★★★ 5-Year/172
★★★★ 10-Year/120

Morningstar ratings based on risk-adjusted return and number of funds
Category: Municipal National Short-term funds
Through 09/30/2015

Gold and Precious Metals Fund (USERX)

★★★★ Overall/71
★★★★ 3-Year/71
★★★★ 5-Year/71
★★★★ 10-Year/51

Morningstar ratings based on risk-adjusted return and number of funds
Category: Equity Precious Metals
Through 09/30/2015
IBD Highlights USERX

How This Gold-Mining Fund Is Outshining ETF Peers

Active On Top

U.S. Global Investors Gold & Precious Metals Fund (USRXX)

PowerShares Global Gold & Precious Metals ETF (PSAU)

Mar '15  Jan  Sep

1/2/15 = 100

115
110
107
103
100
97
93
90
89
85
81
77
73
## Fund Recognition: Lipper Leaders

<table>
<thead>
<tr>
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<tbody>
<tr>
<td><strong>LIPPER L</strong></td>
<td><strong>LIPPER L</strong></td>
<td><strong>LIPPER L</strong></td>
</tr>
<tr>
<td>Lipper Leader Preservation</td>
<td>Lipper Leader Preservation</td>
<td>Lipper Leader Total Return</td>
</tr>
<tr>
<td><strong>5</strong></td>
<td><strong>5</strong></td>
<td><strong>5</strong></td>
</tr>
</tbody>
</table>

Lipper ratings for Preservation reflect funds’ historical loss avoidance relative to other funds within the same asset class, as of 9/30/2015. 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. Lipper ratings for Total Return reflect funds’ historical total return performance relative to peers as of 9/30/2015. Past performance does not guarantee future results.
Branding and Marketing of GROW

- 23 TV/Radio/Podcasts
- 42 Total Interviews
- 668 Web Mentions
- 33 Frank Talk Blog Entries
- 80 Newsletter Recommendations

Data from July 2015 – September 2015
Newsletter Recommendations for U.S. Global Investors Funds
Gold Game Film Show a Success on Kitco

81 episodes aired since 2014
Kitco’s audience = 10 million monthly visitors
TheStreet = 7.8 million monthly visitors
Recognition As an Industry Leader in Investor Education — 69 Awards

69 Mutual Fund Education Alliance STAR Awards
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 and Frank Talk
Nominal Interest Rates

Real Interest Rates
10% Move in the U.S. Dollar Is Equivalent to 1% Move in Fed’s Fund Yields. We Just Experienced an Invisible Interest Rate Hike of 5% in Real Terms Since 2011.

Dollar-Appreciation Spikes Almost Always Lead To International Crises ...

U.S. Trade Weighted Broad Dollar Index (Year-over-Year Percent Change)

Source: Cornerstone Macro, U.S. Global Investors
Year-Over-Year Changes in U.S. Real Interest Rates Are Key to Follow

Source: Bloomberg, U.S. Global Investors
Strong Dollar Impacts Gold, Copper, and Iron

Past performance is no guarantee of future results.

Source: Bloomberg, U.S. Global Investors
Currency Depreciations Against the U.S. Dollar

Currency Depreciations Against the U.S. Dollar for the 12-Month Period
As of October 30, 2015

- Chinese Renminbi: -3%
- Mongolian tugrik: -7%
- Peruvian sol: -11%
- Indonesian rupiah: -12%
- Canadian dollar: -14%
- Chilean peso: -17%
- Australian dollar: -19%
- Colombian peso: -29%
- Russian ruble: -35%

Source: Bloomberg, U.S. Global Investors
The Peruvian Sol Tracks Copper Prices

Peru vs. Copper

Source: Bloomberg, U.S. Global Investors
Colombian Peso Tracks Oil Prices

Colombia vs. Crude Oil

Source: Bloomberg, U.S. Global Investors
Canadian Dollar and Russian Ruble Track Oil Prices

Canadian Dollar vs. Russian Ruble vs. Crude Oil

Source: Bloomberg, U.S. Global Investors
Australian Dollar Tracks Iron Ore Prices
Iron Ore Is the Dominant Commodity

Source: Bloomberg, U.S. Global Investors
Australia’s Dollar Decline Impact on Copper, Iron, and Gold

Iron Ore vs Gold vs Copper in Australian Dollar
Percent Total Return

Past performance is no guarantee of future results.

Source: Bloomberg, U.S. Global Investors
Falling Australian Currency and Oil Prices Ignite Qantas Airlines

Qantas vs Crude Oil vs Australian Stock Market

Percent Total Return

- Qantas Airways Ltd
- Brent Crude Oil
- Australian Stock Exchange All Ordinaries Index

Past performance is no guarantee of future results.

Source: Bloomberg, U.S. Global Investors
Global Trend is Your Friend —
Global PMI and Commodities Relationship in Uptrend

Commodities and Commodity Stocks Historically Rose Three Months After PMI “Cross-Above”

Returns from 1/1998 to 6/30/2015

<table>
<thead>
<tr>
<th></th>
<th>Probability of Occurrence</th>
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<tbody>
<tr>
<td>S&amp;P 500 Materials</td>
<td>74%</td>
</tr>
<tr>
<td>S&amp;P 500 Energy</td>
<td>74%</td>
</tr>
<tr>
<td>Copper</td>
<td>81%</td>
</tr>
<tr>
<td>WTI crude</td>
<td>74%</td>
</tr>
</tbody>
</table>

Past performance is no guarantee of future results.

Source: Bloomberg, U.S. Global Investors
Global Trend is Your Friend — Global PMI and Commodities Relationship in Downtrend

Commodities and Commodity Stocks Historically Fell Three Months After PMI “Cross-Below”
Returns from January 2009 – June 2015

<table>
<thead>
<tr>
<th></th>
<th>S&amp;P 500 Materials</th>
<th>S&amp;P 500 Energy</th>
<th>Copper</th>
<th>WTI Crude</th>
</tr>
</thead>
<tbody>
<tr>
<td>Probability of Occurrence</td>
<td>71%</td>
<td>86%</td>
<td>75%</td>
<td>75%</td>
</tr>
</tbody>
</table>

Past performance is no guarantee of future results.

Source: Bloomberg, U.S. Global Investors
Commodities Are Highly Correlated to Global PMIs

Anticipatory Series Are Calling for a Cyclical Recovery in the Global PMI ...

Source: Cornerstone Macro, 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.**

- 2007: 99.5
- 2013: 69.6

- 2.5\% growth
- 1.6\% growth

- Americans pay more for a gallon of gas.

**JIM CRAMER’S MAD MONEY**

Watch T.V. Get Rich

Includes Enhanced CD

**JAMES J. CRAMER WITH CLIFF MASON**

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Disclosures

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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.

Foreign and emerging market investing involves special risks such as currency fluctuation and less public disclosure, as well as economic and political risk. By investing in a specific geographic region, a regional fund’s returns and share price may be more volatile than those of a less concentrated portfolio. The Emerging Europe Fund invests more than 25% of its investments in companies principally engaged in the oil & gas or banking industries. The risk of concentrating investments in this group of industries will make the fund more susceptible to risk in these industries than funds which do not concentrate their investments in an industry and may make the fund’s performance more volatile.
Disclosures

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Lipper Fund Awards are earned for a fund’s consistent performance over one or more time periods, based on Lipper’s Consistent Return score. Consistent Return is a quantitative metric that incorporates two characteristics: risk-adjusted return, and the strength of the fund’s performance trend. The top-scoring Consistent Return fund within each classification receives the awards. Lipper’s Performance Achievement Certificates are awarded to funds with returns that topped their Lipper category over one or more time periods. Lipper top rankings are achieved based on funds with returns that topped their Lipper category over one or more time periods. Past performance does not guarantee future results.

The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for the Preservation and Total Return metrics 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 (5,313 funds), 5 (4,445 funds), and 5 (2,952 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 (in Fixed Income asset class): 5 (5,313 funds), 5 (4,445 funds) and 5 (2,952 funds). The Gold and Precious Metals Fund, in Lipper’s Gold Oriented classification, received the following ratings for the 3-, 5-, and 10-year periods, respectively: Total Return: 5 (68 funds), 4 (65 funds) and 4 (41 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 Australian All Ordinaries Index is a capitalization weighted index. The index is made up of the largest 500 companies as measured by market cap that are listed on the ASX. The index was developed with a base value of 500 as of 1979 and is calculated by ASX/S&P. The Bolsa de Valores de Colombia, also known as the BVC, is the principal stock exchange of Colombia.

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 Goldman Sachs Commodity Index is a composite index of commodity sector returns, representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities. The Market Vectors Turkey Index is a modified market cap weighted index tracks the performance of the largest and most liquid companies in Turkey.

The S&P/BVL Peru General Index is a modified market cap-weighted index that is designed to serve as the broad benchmark for the Peruvian stock market. The S&P 500 Stock Index is a widely recognized capitalization-weighted index of 500 common stock prices in U.S. companies. The U.S. Trade Weighted Dollar Index provides a general indication of the international value of the U.S. dollar.
Disclosures

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.

Fund portfolios are actively managed, and holdings may change daily. Holdings are reported as of the most recent quarter-end. Holdings in the mutual funds mentioned as a percentage of net assets as of 9/30/2015: Ford Motor Co. 0.00%; Johnson & Johnson (All American Equity Fund 1.16%); Macys 0.00%; Market Vectors Gold Miners ETF 0.00%; Market Vectors Russia ETF 0.00%; Procter & Gamble Co. (All American Equity Fund 1.01%); Qantas Airlines 0.00%; Tiffany & Co 0.00%; United States Steel 0.00%; Walmart (All American Equity Fund 0.98%); Yum 0.00%
Additional Important Information

The presentation includes some illustrations of performance of various mutual funds alongside exchange traded fund (ETF) products. It is important to consider the similarities and differences between these products, as well as to read the prospectuses for each of the products.

**Investment Objectives:**

The Gold and Precious Metals Fund is an actively managed mutual fund that focuses on gold and precious metals producing companies. The World Precious Minerals Fund is an actively managed fund that focuses on junior and intermediate precious metals exploration companies around the world.

The Market Vectors Gold Miners ETF is a passively managed fund that seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of the NYSE Arca Gold Miners Index.

The PowerShares Global Gold & Precious Metals ETF is a passively managed fund that seeks to replicate as closely as possible, before fees and expense, the price and yield performance of the NASDAQ OMX Global Gold and Precious Metals Index.

The Emerging Europe Fund is an actively managed fund that takes a non-diversified approach to the emerging European market. The fund invests in companies located in the emerging markets of emerging Europe.

The Market Vectors Russia ETF is a passively managed fund that seeks to replicate as closely as possible, before fees and expenses, the performance of the Market Vectors Russia Index.
Additional Important Information

**Liquidity:**
Each of the mutual funds (Gold and Precious Metals Fund, World Precious Minerals Fund, and Emerging Europe Fund) can be purchased or sold at a net asset value (NAV) determined at the end of each trading day.

Each of the ETFs (Market Vectors Gold Miners ETF, Powershares Global Gold & Precious Metals Portfolio ETF and Market Vectors Russia ETF) can be purchased or sold intraday. These purchases and redemptions may generate brokerage commissions and other charges not reflected in the ETF’s published expense ratio.

**Safety/Fluctuations of principal/return:**
Loss of money is a risk of investing in each of the mutual funds and ETFs mentioned. Shares of all of these securities are subject to sudden fluctuations in value.

**Tax features:**
Each of the mutual funds mentioned may make distributions that may be taxed as ordinary income or capital gains. Mutual funds are pass-through entities, so the shareholder is responsible for taxes due on distributions.

Each of the ETFs mentioned may make distributions that are expected to be taxed as ordinary income or capital gains. However, ETFs are designed to minimize taxable distributions to shareholders.

The sale of shares of both mutual funds and ETFs may be subject to capital gains taxes by the shareholder.

Information provided here is neither tax nor legal advice and is general in nature. Federal and state laws and regulations are subject to change.