

Third Avenue Value Fund

THIRD AVENUE
MANAGEMENT

An Uncommon Approach to All Cap Value Investing.

Institutional: TAVFX | Investor: TVFVX | Z: TAVZX | December 31, 2018

Portfolio Team

Matthew Fine, CFA

Co-Portfolio Manager

18 years of investment experience

Fund Start Date: 9/19/2017

Michael Fineman, CFA, CFP®

Co-Portfolio Manager

28 years of investment experience

Fund Start Date: 9/19/2017

Strategy Description

Our flagship mutual fund strategy was launched in 1990 under the leadership of Martin J. Whitman. The high conviction strategy seeks to invest in undervalued securities across industries, regions and market capitalizations. Our fundamental analysis seeks to identify stocks trading below their intrinsic value that compound asset values at double digit rates.

Fund Facts

| | |
|---|-------------|
| Inception Date | 11/1/90 |
| Minimum Investment (Inst.) | \$100,000 |
| Minimum Investment (Investor) | \$2,500 |
| Minimum Investment (Z) | \$1,000,000 |
| Gross Expense Ratio (Inst.) [†] | 1.13% |
| Gross Expense Ratio (Investor) [†] | 1.38% |
| Gross Expense Ratio (Z) [†] | 1.03% |

[†] As of March 1, 2018

Past performance is no guarantee of future results; returns include reinvestment of all distributions. The above represents past performance and current performance may be lower or higher than performance quoted above. Investment return and principal value fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. For the most recent month-end performance, please visit the Fund's website at www.thirdave.com.

4Q18 Highlights

- Deployed capital opportunistically throughout the quarter, ending with cash position reduced to 6.4%
- Purchased four new positions during the quarter – Antofagasta plc, Daimler AG, DowDuPont Inc., and Subsea 7 SA – each exceptionally high-quality companies, in our view, which traded at unusually inexpensive valuations
- Contrarian and special situations activity of Fund rose in Q4 with attractive opportunities being more prevalent

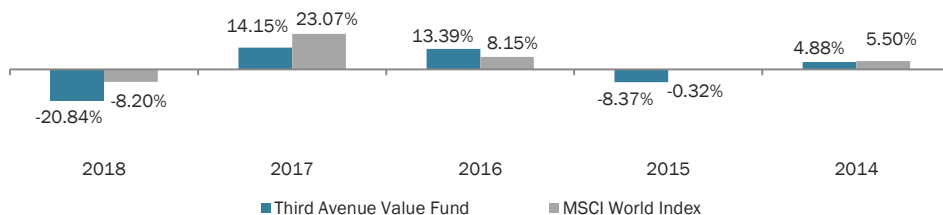
Top Ten Holdings

Allocations are subject to change without notice

| | TAVFX |
|-----------------------------------|--------------|
| Warrior Met Coal, Inc. | 7.0% |
| Interfor Corp. | 6.2% |
| Lundin Mining Corp. | 6.1% |
| Buzzi Unicem SpA | 5.8% |
| Lennar Corp. | 5.5% |
| Bayerische Motoren Werke AG | 5.4% |
| CK Hutchison Holdings, Ltd. | 5.0% |
| Royal Boskalis Westminster N.V. | 4.8% |
| Brookfield Asset Management, Inc. | 4.6% |
| CK Asset Holdings, Ltd. | 4.2% |
| Total | 54.6% |

*Active Share is the percentage of a fund's portfolio that differs from the benchmark index.

Performance Snapshot



Investment Performance

| | 3 mo. | 1 yr | Annualized | | | |
|--|---------|---------|------------|--------|--------|------------------------|
| | | | 3 yr | 5 yr | 10 yr | Inception ² |
| Third Avenue Value Fund (Institutional Class) ² | -19.75% | -20.84% | 0.82% | -0.31% | 6.89% | 9.76% |
| Third Avenue Value Fund (Investor Class) ³ | -19.81% | -21.04% | 0.56% | -0.56% | N/A | N/A |
| MSCI World Index ⁴ | -13.31% | -8.20% | 6.91% | 5.14% | 10.29% | 7.54% |

The gross expense ratio for the fund's institutional and investor share classes is 1.13% and 1.38%, respectively, as of March 1, 2018.

1. Source: FactSet Portfolio Analytics
2. Institutional Share Class Inception Date: November 1, 1990.
3. Investor Share Class Inception Date: December 31, 2009.
4. The MSCI World Index is an unmanaged, free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of 23 of the world's most developed markets. Index performance reported since inception of Institutional Share Class.

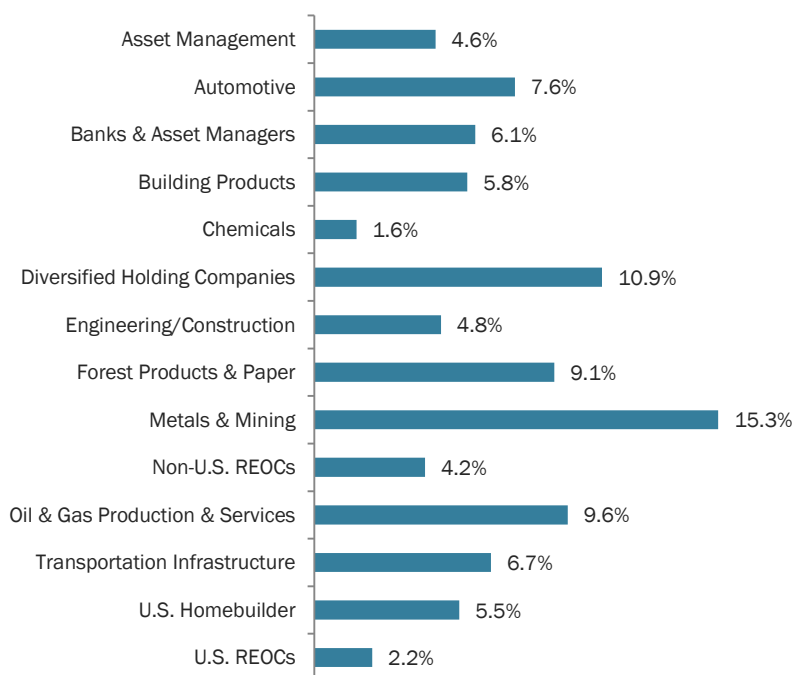
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Fund Highlights

- Team brings extensive experience across wide range of geographies, industries and across capital structure
- Third Avenue investment style leads to contrarian, special situation, or otherwise “off the beaten path” investments
- Third Avenue portfolios are result of independent thought and as a result are genuinely distinct from peers or indices
- Portfolio construction centered around 25 – 35 high conviction opportunities

Sector Weightings¹



Portfolio Summary Characteristics

Top Five Countries^{2,3,6}

| | |
|---|-----------------|
| Weighted Market Cap ^{2,3} | \$18.27 Billion |
| Median Market Cap ^{2,3} | \$10.09 Billion |
| Price-to-Earnings Forward 1 year ^{2,3} | 9.93x |
| Return on Equity ^{2,3} | 14.30% |
| Price-to-Book ^{2,3} | 0.79x |
| Portfolio Turnover ⁴ | 72% |

| | |
|---------------|-------|
| United States | 32.0% |
| Canada | 17.9% |
| Hong Kong | 11.7% |
| Germany | 9.8% |
| Italy | 5.8% |

Market Cap Breakdown^{2,3,6}

Asset Classes

| | |
|-------------------------------|-------|
| Micro (<\$500 Million) | 3.9% |
| Small (\$500 Million to \$2B) | 23.2% |
| Mid (\$2 Billion to \$7B) | 22.2% |
| Large (>\$7 Billion) | 44.7% |

| | |
|--|-------|
| Equity | 94.0% |
| Debt | 0.0% |
| Cash, Equivalents & Other ⁵ | 6.0% |

1. Industry classifications determined by Third Avenue for equity holdings only.
2. Source: FactSet Portfolio Analytics
3. Based on equity holdings only.
4. For the year ended October 31, 2018.
5. “Other” may consist of option investments
6. Does not include private securities

FUND RISKS:
Risks that could negatively impact returns include: fluctuations in currencies versus the US dollar, political/social/economic instability in foreign countries where the Fund invests, lack of diversification, and adverse general market conditions. For a full disclosure of principal investment risks, please refer to the Fund’s Prospectus.

Third Avenue Funds are offered only by prospectus. The prospectus contains important information, including investment objectives, risks, advisory fees and expenses. Please read the Prospectus carefully before investing or sending money. For a current Prospectus please visit our website at www.thirdave.com, or call 800-443-1021. Distributor of Third Avenue Funds: Foreside Fund Services, LLC.

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