

# QUALITY DIVIDEND FUND

## Annual Investment Adviser's Report April 30, 2017 (Unaudited)

### Dear Shareholder,

During the fiscal year ended April 30, 2017, the Quality Dividend Fund (the "Fund") Class A shares (without the sales charge) were up 12.82%, compared to a 16.55% gain for the Russell 1000<sup>®</sup> Value Index ("Russell 1000") and an increase of 17.92% for the Standard & Poor's 500<sup>®</sup> Index ("S&P 500"). Since inception on September 30, 2013, the Fund's Class A shares (without the sales charge) have risen at an annualized rate of 8.77% versus 10.98% for the Russell 1000 and 12.58% for the S&P 500. The Fund, due to its focus on higher yielding stocks, has higher exposure to sectors such as Consumer Staples, Real Estate, Telecommunication Services and Utilities, which lagged the market, and lower exposure to the Information Technology sector, which was up 33.2%. The Fund still achieved solid double-digit returns, and each of the Fund's holdings raised its dividend during the fiscal year, with average dividend growth of 8%. The average yield of the Fund's holdings was 3.8% as of April 30, 2017 while the Fund's 30-day current yield was 2.84%.<sup>1</sup>

*The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher. Performance data current to the most recent month end may be obtained by calling (888) 201-5799.*

### Changes

We removed 7 positions from the Fund and made 9 replacements over the last fiscal year. Stocks were removed for reasons including strong performance reducing current yield, and concerns about the potential for dividend reductions, concerns regarding management commitment to future dividend growth. During the year purchases included International Paper (IP), Spectra Energy Co. (SE), Flowers Foods Inc. (FLO), Buckeye Partners LP (BPL), Kimberly-Clark Corp. (KMB), TEVA Pharmaceuticals Industries Ltd (TEVA), General Electric Co. (GE), Qualcomm Inc. (QCOM), and Valero Energy Corp. (VLO). Flowers Foods (FLO) was removed during the year, and Spectra Energy Co. (SE) was purchased by Enbridge Inc. (ENB), which we retained as a holding. We had also removed Kimberly-Clark Corp. (KMB) in June 2016 prior to repurchasing it in October 2016. Other stocks removed during the fiscal year included Kohls Corp. (KSS), Consolidated Edison Inc. (ED), Archer Daniels Midland (ADM), Welltower Inc. (HCN), and Target Corp. (TGT).

### Distributions

The Fund has had four distributions during the fiscal year. Class A shares distributed \$0.079351 per share on 7/1/2016, \$0.060683 per share on 10/3/2016, \$0.07532 per share on 1/03/2016, and \$0.024707 per share on 4/3/2017. Class C shares distributed \$0.065485 per share on 7/1/2016, \$0.024799 per share on 09/30/2016, \$0.053828 per share on 1/03/2017, and \$0.002107 per share on 4/3/2017. Institutional Class shares, which began trading 10/05/2016, distributed \$0.083155 on 1/03/17 and \$0.032129 on 4/03/2017.

### Outlook

We feel the Fund is solidly positioned to continue to pursue its objectives. On average, portfolio constituents are paying out 60% of their earnings in dividends, providing ample cushion for maintaining current dividends. Annualized

# QUALITY DIVIDEND FUND

## Annual Investment Adviser's Report (Concluded) April 30, 2017 (Unaudited)

earnings growth of 7.3% is expected for constituents over the next 5 years, which is above our projected 3-year dividend growth of 6.5% for portfolio holdings. The average P/E of stocks in the portfolio is 16.4x versus 17.7x for the S&P 500. We feel the portfolio's low relative valuation, manageable dividend payout, and solid earnings growth align well with the Fund's objectives of achieving current income and providing long-term growth of capital.

Sincerely,

Larry Baker, CFA  
Portfolio Manager

Richard E. Cripps, CFA  
Portfolio Manager

Michael S. Scherer  
Portfolio Manager

---

<sup>1</sup> *The quoted 30-day current yield is for the Fund's Class A shares with waivers. The current yields for Class A shares without waivers was 2.65%. The SEC Yield for Class C shares with and without waivers were 2.44% and 2.27%, respectively. For the Institutional Class shares, the SEC Yield was 1.85% with waivers and 1.66% without. The current yield is calculated by dividing the Fund's net investment income earned per share for the 30 day period ending April 30, 2017 by the Fund's maximum offering price per share on the same date. Current yield does not measure actual distributions of net investment income to the Fund's shareholders. Past performance does not guarantee future results.*

*Investments cannot be made directly in an Index. Unmanaged index returns assume reinvestment of any and all distributions and do not reflect fees, expenses, or sales charges.*

*This letter is intended to assist shareholders in understanding how the Fund performed during the fiscal year ended April 30, 2017 and reflects the views of the investment adviser at the time of this writing. Of course, these views may change and do not guarantee the future performance of the Fund or the markets.*

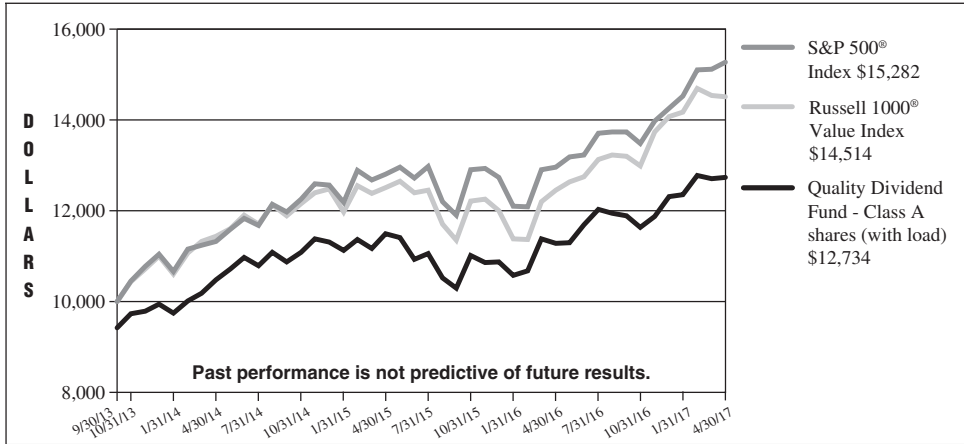
*The above commentary is for informational purposes only and does not represent an offer, recommendation or solicitation to buy, hold or sell any security. The specific securities identified and described do not represent all of the securities purchased or sold and you should not assume that investments in the securities identified and discussed will be profitable.*

*Portfolio composition is subject to change. The current and future portfolio holdings of the Fund are subject to investment risk.*

# QUALITY DIVIDEND FUND

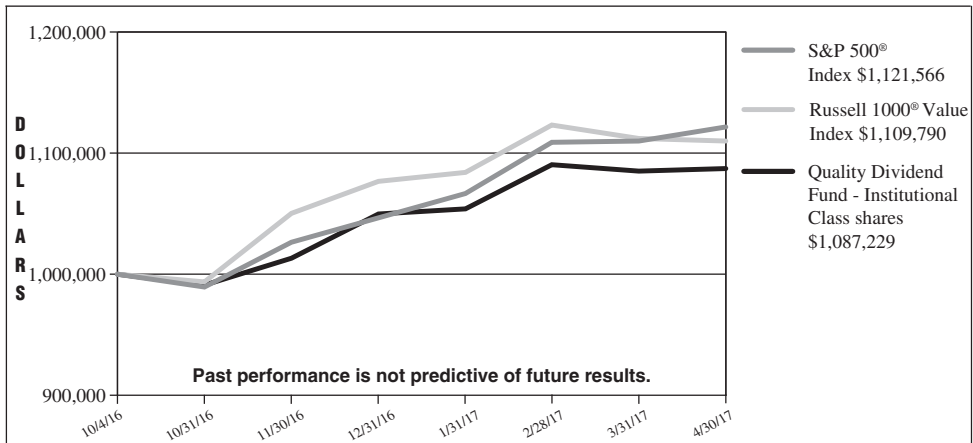
## Annual Report Performance Data April 30, 2017 (Unaudited)

Comparison of Change in Value of \$10,000 Investment in Quality Dividend Fund Class A shares vs. Russell 1000® Value Index and S&P 500® Index



Class A shares of an assumed \$10,000 investment is adjusted for the maximum sales charge of 5.75%. This results in a net investment of \$9,425. Performance of Class C shares will vary from Class A shares due to difference in class specific fees.

Comparison of Change in Value of \$1,000,000 (investment minimum) Investment in Quality Dividend Fund Institutional Class shares vs. Russell 1000® Value Index and S&P 500® Index



# QUALITY DIVIDEND FUND

## Annual Report Performance Data (Continued) April 30, 2017 (Unaudited)

Average Annual Total Returns for the Periods Ended April 30, 2017 <sup>†</sup>			
	1 Year	3 Years	Since Inception
<b>Class A (with sales charge)</b>	6.36%	4.61%	6.98%
<b>Class A (without sales charge)</b>	12.82%	6.68%	8.77%
<b>Russell 1000<sup>®</sup> Value Index</b>	16.55%	8.26%	10.98%*
<b>S&amp;P 500<sup>®</sup> Index</b>	17.92%	10.47%	12.58%*
<b>Class C (with CDSC charge)</b>	11.07%	5.91%	8.00%
<b>Class C (without CDSC charge)</b>	12.07%	5.91%	8.00%
<b>Russell 1000<sup>®</sup> Value Index</b>	16.55%	8.26%	10.74%**
<b>S&amp;P 500<sup>®</sup> Index</b>	17.92%	10.47%	12.34%**
<b>Institutional Class</b>	N/A	N/A	8.72%
<b>Russell 1000<sup>®</sup> Value Index</b>	N/A	N/A	10.98%***
<b>S&amp;P 500<sup>®</sup> Index</b>	N/A	N/A	12.15%***

<sup>†</sup> The Quality Dividend Fund (“the Fund”) Class A shares commenced operations on September 30, 2013; Class C shares commenced operations on October 1, 2013; Institutional Class shares commenced operations on October 4, 2016.

\* Benchmark performance is from the inception date of Class A shares of the Fund (September 30, 2013) only and is not the inception date of the benchmark itself.

\*\* Benchmark performance is from the inception date of Class C shares of the Fund (October 1, 2013) only and is not the inception date of the benchmark itself.

\*\*\* Benchmark performance is from the inception date of Institutional Class shares of the Fund (October 4, 2016) only and is not the inception date of the benchmark itself.

*The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. The graphs and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. Current performance may be lower or higher. Performance data current to the most recent month end may be obtained by calling (888) 201-5799.*

*The returns of Class A shares reflect a deduction for the maximum front end sales charge of 5.75%.*

*The Fund’s “Total Annual Fund Operating Expenses” and “Total Annual Fund Operating Expenses After Fee Waiver and/or Expense Reimbursement”, as stated in the current prospectus dated September 1, 2016, are 1.38% and 1.25%, respectively, for Class A shares, 2.13% and 2.00%, respectively, for Class C shares and 1.13% and 1.00%, for Institutional Class shares of the Fund’s average daily net assets. These rates may fluctuate and may differ from the actual expenses incurred by the Fund for the period covered by this report. Choice Financial Partners, Inc., d/b/a EquityCompass Strategies (“EquityCompass” or the “Adviser”) has contractually agreed to reduce its investment advisory fee and/or reimburse certain expenses of the Fund to the extent necessary to ensure that the Fund’s total operating expenses (excluding taxes, any class-specific fees and expenses, “Acquired Fund” fees and expenses, interest, extraordinary items and brokerage commissions) do not exceed 0.99% of average daily net assets of the Fund (the “Expense Limitation”). The Expense Limitation will remain in effect until September 30, 2017, unless the Board of Trustees of FundVantage Trust (the “Trust”) approves its earlier termination. The Adviser is entitled to*

# QUALITY DIVIDEND FUND

**Annual Report  
Performance Data (Concluded)  
April 30, 2017  
(Unaudited)**

*recover, subject to approval by the Board of Trustees, such amounts reduced or reimbursed for a period of up to three (3) years from the year in which the Adviser reduced its compensation and/or assumed expenses for the Fund. The Adviser is permitted to seek reimbursement from the Fund, subject to certain limitations, for fees it waived and Fund expenses it paid to the extent the total annual fund expenses do not exceed the limits described above or any lesser limits in effect at the time of reimbursement. No recoupment will occur unless the Fund's expenses are below the Expense Limitation amount. Total fees would be higher had such fees and expenses not been waived and/or reimbursed.*

*A 1.00% redemption fee applies to shares redeemed within 60 days of purchase. The redemption fee is not reflected in the returns shown above.*

The Fund intends to evaluate performance as compared to those of the Russell 1000<sup>®</sup> Value Index and the Standard & Poor's 500 ("S&P 500<sup>®</sup>") Index. The Russell 1000<sup>®</sup> Value Index is an unmanaged index that measures the performance of the highest-ranking 1,000 stocks in the Russell 3000<sup>®</sup> Index, which represents about 90% of the total market capitalization of all listed U.S. stocks. The S&P 500<sup>®</sup> Index is a widely recognized, unmanaged index of 500 common stocks which are generally representative of the U.S. stock market as a whole. It is impossible to invest directly in an index.

Mutual fund investing involves risk, including possible loss of principal. The Fund's dividend income and distributions will fluctuate, and at times the Fund may underperform other funds that invest more broadly or that have different investment styles. Some of the assets in which the Fund may invest entail special risks. Foreign stocks may be affected by currency fluctuations, social and political instability, and lax regulatory and financial reporting standards. Master Limited Partnerships ("MLPs") may fluctuate abruptly in value and be difficult to liquidate. Real Estate Investment Trusts ("REITs") entail risks related to real estate, such as tenant defaults, declining occupancy rates, and falling property values due to deteriorating economic conditions. Listed REIT stocks may fluctuate erratically in market price while non-listed REITs may be illiquid.

# QUALITY DIVIDEND FUND

## **Fund Expense Disclosure April 30, 2017 (Unaudited)**

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, including sales charges (loads) on purchase payments, if any, and redemption fees; and (2) ongoing costs, including management fees, distribution and/or service (Rule 12b-1) fees, if any, and other Fund expenses. These examples are intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

These examples are based on an investment of \$1,000 invested at the beginning of the six-month period from November 1, 2016 through April 30, 2017 and held for the entire period.

### **Actual Expenses**

The first line of each accompanying table provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

### **Hypothetical Examples for Comparison Purposes**

The second line of each accompanying table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not your Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare these 5% hypothetical examples with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the accompanying table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), if any, or redemption fees. Therefore, the second line of the accompanying table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

# QUALITY DIVIDEND FUND

## Fund Expense Disclosure (Concluded) April 30, 2017 (Unaudited)

	Quality Dividend Fund		
	Beginning Account Value November 1, 2016	Ending Account Value April 30, 2017	Expenses Paid During Period*
Class A			
Actual	\$1,000.00	\$1,094.60	\$ 6.44
Hypothetical (5% return before expenses)	1,000.00	1,018.65	6.21
Class C			
Actual	\$1,000.00	\$1,091.20	\$10.32
Hypothetical (5% return before expenses)	1,000.00	1,014.93	9.94
Institutional Class			
Actual	\$1,000.00	\$1,096.90	\$ 5.15
Hypothetical (5% return before expenses)	1,000.00	1,019.89	4.96

---

\* Expenses are equal to an annualized expense ratio for the six-month period ended April 30, 2017 of 1.24%, 1.99% and 0.99% for Class A, Class C and Institutional Class shares, respectively, for the Fund, multiplied by the average account value over the period, multiplied by the number of days in the most recent period (181), then divided by 365 to reflect the period. The Fund's ending account values on the first line in the table are based on the actual six-month total returns for the Fund of 9.46%, 9.12% and 9.69% for Class A, Class C and Institutional Class shares, respectively.

# QUALITY DIVIDEND FUND

## Portfolio Holdings Summary Table April 30, 2017 (Unaudited)

The following table presents a summary by sector of the portfolio holdings of the Fund:

	<u>% of Net Assets</u>	<u>Value</u>
<b>COMMON STOCKS:</b>		
Oil, Gas & Consumable Fuels .....	10.4%	\$ 7,428,058
Pharmaceuticals .....	9.8	7,029,953
Commercial Banks .....	7.8	5,590,091
REITs .....	7.3	5,225,361
Household Products .....	7.1	5,125,015
Electric Utilities .....	7.1	5,080,646
Diversified Telecommunication Services .....	6.5	4,673,070
Aerospace & Defense .....	4.5	3,244,691
Hotels, Restaurants & Leisure .....	4.1	2,950,844
Chemicals .....	4.1	2,941,866
Software .....	4.0	2,834,860
Tobacco .....	3.9	2,804,141
Containers & Packaging .....	3.9	2,786,471
Communications Equipment .....	3.8	2,732,448
Biotechnology .....	3.6	2,546,207
Beverages .....	3.5	2,534,415
Semiconductors & Semiconductor Equipment .....	3.4	2,449,093
Industrial Conglomerates .....	3.4	2,424,782
<b>Exchange Traded Fund</b> .....	0.2	181,132
<b>Other Assets in Excess of Liabilities</b> .....	1.6	1,126,590
<b>NET ASSETS</b>	<u>100.0%</u>	<u>\$71,709,734</u>

Portfolio holdings are subject to change at any time.

The accompanying notes are an integral part of the financial statements.



# QUALITY DIVIDEND FUND

## Portfolio of Investments April 30, 2017

	<u>Number of Shares</u>	<u>Value</u>		<u>Number of Shares</u>	<u>Value</u>
<b>COMMON STOCKS — 98.2%</b>			<b>COMMON STOCKS — (Continued)</b>		
<b>Aerospace &amp; Defense — 4.5%</b>			<b>Industrial Conglomerates — 3.4%</b>		
Boeing Co. (The) . . . . .	17,555	\$ 3,244,691	General Electric Co. . . . .	83,642	\$ 2,424,782
<b>Beverages — 3.5%</b>			<b>Oil, Gas &amp; Consumable Fuels — 10.4%</b>		
Coca-Cola Co. (The) . . . . .	58,735	2,534,415	Buckeye Partners L.P. <sup>†</sup> . . . . .	36,216	2,505,423
<b>Biotechnology — 3.6%</b>			Enbridge, Inc. (Canada) . . . . .	59,516	2,466,938
Abbvie, Inc. . . . .	38,614	2,546,207	Valero Energy Corp. . . . .	38,008	2,455,697
<b>Chemicals — 4.1%</b>					<u>7,428,058</u>
Dow Chemical Co. (The) . . . . .	46,845	2,941,866	<b>Pharmaceuticals — 9.8%</b>		
<b>Commercial Banks — 7.8%</b>			Johnson & Johnson . . . . .	21,173	2,614,230
JPMorgan Chase & Co. . . . .	33,325	2,899,275	Pfizer, Inc. . . . .	72,507	2,459,437
Wells Fargo & Co. . . . .	49,978	2,690,816	Teva Pharmaceutical Industries Ltd. SP ADR (Israel) . . . . .	61,947	1,956,286
		<u>5,590,091</u>			<u>7,029,953</u>
<b>Communications Equipment — 3.8%</b>			<b>REITs — 7.3%</b>		
Cisco Systems, Inc. . . . .	80,201	2,732,448	Digital Realty Trust, Inc. . . . .	25,536	2,932,554
<b>Containers &amp; Packaging — 3.9%</b>			Omega Healthcare Investors, Inc. . . . .	69,479	2,292,807
International Paper Co. . . . .	51,630	2,786,471			<u>5,225,361</u>
<b>Diversified Telecommunication Services — 6.5%</b>			<b>Semiconductors &amp; Semiconductor Equipment — 3.4%</b>		
AT&T, Inc. . . . .	61,857	2,451,393	QUALCOMM, Inc. . . . .	45,573	2,449,093
Verizon Communications, Inc. . . . .	48,392	2,221,677	<b>Software — 4.0%</b>		
		<u>4,673,070</u>	Microsoft Corp. . . . .	41,409	2,834,860
<b>Electric Utilities — 7.1%</b>			<b>Tobacco — 3.9%</b>		
Duke Energy Corp. . . . .	31,607	2,607,578	Philip Morris International, Inc. . . . .	25,299	2,804,141
Southern Co. (The) . . . . .	49,660	2,473,068	<b>TOTAL COMMON STOCKS</b>		
		<u>5,080,646</u>	(Cost \$60,112,290). . . . .		<u>70,402,012</u>
<b>Hotels, Restaurants &amp; Leisure — 4.1%</b>					
McDonald's Corp. . . . .	21,088	2,950,844			
<b>Household Products — 7.1%</b>					
Kimberly-Clark Corp. . . . .	20,053	2,601,877			
Procter & Gamble Co. (The) . . . . .	28,892	2,523,138			
		<u>5,125,015</u>			

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Portfolio of Investments (Concluded) April 30, 2017

	<u>Number of Shares</u>	<u>Value</u>
<b>EXCHANGE TRADED FUND — 0.2%</b>		
SPDR S&P Dividend ETF . . . . .	2,043	\$ <u>181,132</u>
TOTAL EXCHANGE TRADED FUND (Cost \$144,535) . . . . .		<u>181,132</u>
TOTAL INVESTMENTS - 98.4% (Cost \$60,256,825) . . . . .		<u>70,583,144</u>
OTHER ASSETS IN EXCESS OF LIABILITIES - 1.6% . . . . .		<u>1,126,590</u>
NET ASSETS - 100.0% . . . . .		<u>\$ 71,709,734</u>

L.P. Limited Partnership  
REIT Real Estate Investment Trust  
SP ADR Sponsored American Depository Receipt  
SPDR Standard & Poor's Depository Receipt  
† Master Limited Partnership

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Statement of Assets and Liabilities April 30, 2017

### Assets

Investments, at value (Cost \$60,256,825) .....	\$70,583,144
Cash .....	647,461
Receivable for capital shares sold .....	451,466
Dividends and interest receivable .....	163,159
Prepaid expenses and other assets .....	51,483
Total assets .....	<u>71,896,713</u>

### Liabilities

Payable for capital shares redeemed .....	39,898
Payable for transfer agent fees .....	31,638
Payable for audit fees .....	25,601
Payable to Investment Adviser .....	24,139
Payable for distribution fees .....	23,467
Payable for legal fees .....	11,805
Payable for administration and accounting fees .....	10,151
Payable for printing fees .....	8,312
Payable for shareholder servicing fees .....	5,342
Payable for custodian fees .....	2,829
Accrued expenses .....	3,797
Total liabilities .....	<u>186,979</u>

Net Assets .....

\$71,709,734

### Net Assets Consisted of:

Capital stock, \$0.01 par value .....	\$ 58,726
Paid-in capital .....	64,558,404
Accumulated net investment income .....	358,204
Accumulated net realized loss from investments .....	(3,591,919)
Net unrealized appreciation on investments .....	10,326,319

Net Assets .....

\$71,709,734

### Class A:

Net asset value and redemption price per share (\$36,731,111 / 3,012,118 shares) .....	<u>\$12.19</u>
Maximum offering price per share (100/94.25 of \$12.19) .....	<u>\$12.93</u>

### Class C:

Net asset value, offering and redemption price per share (\$26,247,189 / 2,144,845 shares) ..

\$12.24

### Institutional Class:

Net asset value, offering and redemption price per share (\$8,731,434 / 715,676 shares) .....

\$12.20

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Statement of Operations For the Year Ended April 30, 2017

### Investment Income

Dividends .....	\$2,343,761
Less: foreign taxes withheld .....	(6,085)
Total investment income .....	<u>2,337,676</u>

### Expenses

Advisory fees (Note 2) .....	393,374
Distribution fees (Class C) (Note 2) .....	187,198
Distribution fees (Class A) (Note 2) .....	92,598
Transfer agent fees (Note 2) .....	73,318
Administration and accounting fees (Note 2) .....	67,410
Shareholder servicing fees (Class C) .....	62,400
Legal fees .....	34,635
Registration and filing fees .....	29,580
Trustees' and officers' fees (Note 2) .....	29,200
Printing and shareholder reporting fees .....	28,307
Audit fees .....	26,505
Custodian fees (Note 2) .....	18,817
Other expenses .....	22,638
Total expenses before waivers and reimbursements .....	<u>1,065,980</u>
Less: waivers (Note 2) .....	<u>(74,701)</u>
Net expenses after waivers and reimbursements .....	991,279
Net investment income .....	<u>1,346,397</u>

### Net realized and unrealized gain from investments:

Net realized gain from investments .....	2,178,275
Net change in unrealized appreciation/(depreciation) on investments .....	<u>4,141,133</u>
Net realized and unrealized gain on investments .....	<u>6,319,408</u>

**Net increase in net assets resulting from operations** .....

	<u><u>\$7,665,805</u></u>
--	---------------------------

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Statements of Changes in Net Assets

	<b>For the Year Ended April 30, 2017</b>	<b>For the Year Ended April 30, 2016</b>
<b>Increase/(decrease) in net assets from operations:</b>		
Net investment income . . . . .	\$ 1,346,397	\$ 1,186,023
Net realized gain/(loss) from investments . . . . .	2,178,275	(5,676,467)
Net change in unrealized appreciation/(depreciation) on investments . . . . .	<u>4,141,133</u>	<u>3,239,055</u>
Net increase/(decrease) in net assets resulting from operations . .	<u>7,665,805</u>	<u>(1,251,389)</u>
<b>Less Dividends and Distributions to Shareholders from:</b>		
Net investment income:		
Class A . . . . .	(774,146)	(812,392)
Class C . . . . .	(312,026)	(411,363)
Institutional Class . . . . .	<u>(70,873)</u>	<u>—</u>
Total net investment income . . . . .	<u>(1,157,045)</u>	<u>(1,223,755)</u>
Net realized capital gains:		
Class A . . . . .	—	(459,203)
Class C . . . . .	<u>—</u>	<u>(285,545)</u>
Total net realized capital gains . . . . .	<u>—</u>	<u>(744,748)</u>
Net decrease in net assets from dividends and distributions to shareholders . . . . .	<u>(1,157,045)</u>	<u>(1,968,503)</u>
<b>Increase in Net Assets Derived from Capital Share Transactions (Note 4).</b> . . . . .	<u>6,377,427</u>	<u>5,594,857</u>
Total increase in net assets . . . . .	<u>12,886,187</u>	<u>2,374,965</u>
<b>Net assets</b>		
Beginning of year . . . . .	<u>58,823,547</u>	<u>56,448,582</u>
End of year . . . . .	<u>\$71,709,734</u>	<u>\$58,823,547</u>
Accumulated net investment income, end of year . . . . .	<u>\$ 358,204</u>	<u>\$ 167,696</u>

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Financial Highlights

Contained below is per share operating performance data for each Class A share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective period. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

	Class A			
	For the Year Ended April 30, 2017	For the Year Ended April 30, 2016	For the Year Ended April 30, 2015	For the Period September 30, 2013* to April 30, 2014
<b>Per Share Operating Performance</b>				
Net asset value, beginning of period	\$ 11.03	\$ 11.66	\$ 11.02	\$ 10.00
Net investment income <sup>(1)</sup>	0.27	0.26	0.27	0.16
Net realized and unrealized gain/(loss) on investments	1.13	(0.49)	0.79	0.96
Net increase/(decrease) in net assets resulting from operations	1.40	(0.23)	1.06	1.12
Dividends and distributions to shareholders from:				
Net investment income	(0.24)	(0.26)	(0.28)	(0.10)
Net realized capital gains	—	(0.14)	(0.14)	—
Total dividends and distributions to shareholders	(0.24)	(0.40)	(0.42)	(0.10)
Redemption fees	— <sup>(2)</sup>	— <sup>(2)</sup>	— <sup>(2)</sup>	— <sup>(2)</sup>
Net asset value, end of period	\$ 12.19	\$ 11.03	\$ 11.66	\$ 11.02
Total investment return <sup>(3)</sup>	12.82%	(1.84)%	9.65%	11.27%
<b>Ratio/Supplemental Data</b>				
Net assets, end of period (in thousands)	\$36,731	\$35,607	\$35,629	\$20,745
Ratio of expenses to average net assets	1.24%	1.24%	1.24%	1.24% <sup>(4)</sup>
Ratio of expenses to average net assets without waivers and expense reimbursements <sup>(5)</sup>	1.35%	1.37%	1.62%	2.97% <sup>(4)</sup>
Ratio of net investment income to average net assets	2.35%	2.40%	2.33%	2.65% <sup>(4)</sup>
Portfolio turnover rate	43.59%	62.74%	67.56%	10.71% <sup>(6)</sup>

\* Commencement of operations.

(1) The selected per share data was calculated using the average shares outstanding method for the period.

(2) Amount is less than \$0.005 per share.

(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestment of dividends and distributions, if any. Total returns for periods less than one year are not annualized. Total investment return does not reflect the impact of the maximum front-end sales load of 5.75%. If reflected, the return would be lower.

(4) Annualized.

(5) During the period, certain fees were waived and/or reimbursed. If such fee waivers and/or reimbursements had not occurred, the ratios would have been as indicated (See Note 2).

(6) Not annualized.

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Financial Highlights (Continued)

Contained below is per share operating performance data for each Class C share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective period. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

	Class C			
	For the Year Ended April 30, 2017	For the Year Ended April 30, 2016	For the Year Ended April 30, 2015	For the Period October 1, 2013* to April 30, 2014
<b>Per Share Operating Performance</b>				
Net asset value, beginning of period	\$ 11.06	\$ 11.73	\$ 11.02	\$10.00
Net investment income <sup>(1)</sup>	0.18	0.18	0.18	0.12
Net realized and unrealized gain/(loss) on investments	1.15	(0.51)	0.80	0.96
Net increase/(decrease) in net assets resulting from operations	1.33	(0.33)	0.98	1.08
Dividends and distributions to shareholders from:				
Net investment income	(0.15)	(0.20)	(0.13)	(0.06)
Net realized capital gains	—	(0.14)	(0.14)	—
Total dividends and distributions to shareholders	(0.15)	(0.34)	(0.27)	(0.06)
Redemption fees	— <sup>(2)</sup>	— <sup>(2)</sup>	— <sup>(2)</sup>	— <sup>(2)</sup>
Net asset value, end of period	\$ 12.24	\$ 11.06	\$ 11.73	\$11.02
Total investment return <sup>(3)</sup>	12.07%	(2.65)%	8.91%	10.84%
<b>Ratio/Supplemental Data</b>				
Net assets, end of period (in thousands)	\$26,247	\$23,217	\$20,820	\$8,089
Ratio of expenses to average net assets	1.99%	1.99%	1.99%	1.99% <sup>(4)</sup>
Ratio of expenses to average net assets without waivers and expense reimbursements <sup>(5)</sup>	2.10%	2.12%	2.35%	3.72% <sup>(4)</sup>
Ratio of net investment income to average net assets	1.58%	1.65%	1.58%	1.46% <sup>(4)</sup>
Portfolio turnover rate	43.59%	62.74%	67.56%	10.71% <sup>(6)</sup>

\* Commencement of operations.

(1) The selected per share data was calculated using the average shares outstanding method for the period.

(2) Amount is less than \$0.005 per share.

(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestment of dividends and distributions, if any. Total returns for periods less than one year are not annualized.

(4) Annualized.

(5) During the period, certain fees were waived and/or reimbursed. If such fee waivers and/or reimbursements had not occurred, the ratios would have been as indicated (See Note 2).

(6) Not annualized.

The accompanying notes are an integral part of the financial statements.

# QUALITY DIVIDEND FUND

## Financial Highlights (Concluded)

Contained below is per share operating performance data for each Institutional Class share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective period. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

	<u>Institutional Class</u> <u>For the Period</u> <u>October 4, 2016*</u> <u>to April 30, 2017</u>
<b>Per Share Operating Performance</b>	
Net asset value, beginning of period . . . . .	\$11.33
Net investment income <sup>(1)</sup> . . . . .	0.16
Net realized and unrealized gain on investments . . . . .	0.83
Net increase in net assets resulting from operations . . . . .	<u>0.99</u>
Dividends and distributions to shareholders from:	
Net investment income . . . . .	<u>(0.12)</u>
Total dividends and distributions to shareholders . . . . .	<u>(0.12)</u>
Redemption fees . . . . .	<u>—<sup>(2)</sup></u>
Net asset value, end of period . . . . .	<u>\$12.20</u>
Total investment return <sup>(3)</sup> . . . . .	8.72%
<b>Ratio/Supplemental Data</b>	
Net assets, end of period (in thousands) . . . . .	\$8,731
Ratio of expenses to average net assets . . . . .	0.99% <sup>(4)</sup>
Ratio of expenses to average net assets without waivers and expense reimbursements <sup>(5)</sup> . . . . .	1.12% <sup>(4)</sup>
Ratio of net investment income to average net assets . . . . .	2.29% <sup>(4)</sup>
Portfolio turnover rate . . . . .	43.59% <sup>(6)</sup>

\* Commencement of operations.

(1) The selected per share data was calculated using the average shares outstanding method for the period.

(2) Amount is less than \$0.005 per share.

(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestment of dividends and distributions, if any. Total returns for periods less than one year are not annualized.

(4) Annualized.

(5) During the period, certain fees were waived and/or reimbursed. If such fee waivers and/or reimbursements had not occurred, the ratios would have been as indicated (See Note 2).

(6) Reflects portfolio turnover of the Fund for the year ended April 30, 2017.

The accompanying notes are an integral part of the financial statements.



# QUALITY DIVIDEND FUND

## Notes to Financial Statements April 30, 2017

### 1. Organization and Significant Accounting Policies

The Quality Dividend Fund (the “Fund”) is a diversified, open-end management investment company registered under the Investment Company Act of 1940, as amended, (the “1940 Act”), which commenced investment operations on September 30, 2013. The Fund is a separate series of FundVantage Trust (the “Trust”) which was organized as a Delaware statutory trust on August 28, 2006. The Trust is a “series trust” authorized to issue an unlimited number of separate series or classes of shares of beneficial interest. Each series is treated as a separate entity for certain matters under the 1940 Act, and for other purposes, and a shareholder of one series is not deemed to be a shareholder of any other series. The Fund offers separate classes of shares; Class A, Class C and Institutional Class shares. Class A shares are subject to a front end sales charge. Front-end sales charges may be reduced or waived under certain circumstances. A contingent deferred sales charge (“CDSC”), as a percentage of the lower of the original purchase price or net asset value at redemption, of 1.00% may be imposed on full or partial redemptions of Class A shares made within twelve months of purchase where (i) \$1 million or more of Class A shares was purchased without an initial sales charge and (ii) the selling broker-dealer received a commission for such sale. A CDSC of 1% may apply to Class C shares when shares are redeemed within 12 months after initial purchase.

The Fund is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board Accounting Standards Codification Topic 946.

**Portfolio Valuation** — The Fund’s net asset value (“NAV”) is calculated once daily at the close of regular trading hours on the New York Stock Exchange (“NYSE”) (typically 4:00 p.m. Eastern time) on each day the NYSE is open. Securities held by the Fund are valued using the closing price or the last sale price on a national securities exchange or the National Association of Securities Dealers Automatic Quotation System (“NASDAQ”) market system where they are primarily traded. Equity securities traded in the over-the-counter (“OTC”) market are valued at their closing prices. If there were no transactions on that day, securities traded principally on an exchange or on NASDAQ will be valued at the mean of the last bid and ask prices prior to the market close. Investments in other open-end investment companies are valued based on the NAV of the investment companies (which may use fair value pricing as discussed in their prospectuses). If market quotations are unavailable or deemed unreliable, securities will be valued in accordance with procedures adopted by the FundVantage Trust’s Board of Trustees. Relying on prices supplied by pricing services or dealers or using fair valuation may result in values that are higher or lower than the values used by other investment companies and investors to price the same investments. In the event that market quotes are not readily available, and the security or asset cannot be valued pursuant to one of the valuation methods, the value of the security or asset will be determined in good faith by the Adviser. The Trust has established a Valuation Committee which performs certain functions including the oversight of the Adviser’s fair valuation determinations.

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

**Fair Value Measurements** — The inputs and valuation techniques used to measure fair value of the Fund's investments are summarized into three levels as described in the hierarchy below:

- Level 1 — quoted prices in active markets for identical securities;
- Level 2 — other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.); and
- Level 3 — significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used, as of April 30, 2017, in valuing the Fund's investments carried at fair value:

	Total Value at 04/30/17	Level 1 Quoted Price	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Common Stocks* . . . . .	\$ 70,402,012	\$ 70,402,012	\$ —	\$ —
Exchange Traded Fund. . . . .	181,132	181,132	—	—
Total Investments . . . . .	<u>\$ 70,583,144</u>	<u>\$ 70,583,144</u>	<u>\$ —</u>	<u>\$ —</u>

\* Please refer to Portfolio of Investments for further details on portfolio holdings.

At the end of each quarter, management evaluates the classification of Levels 1, 2 and 3 assets and liabilities. Various factors are considered, such as changes in liquidity from the prior reporting period; whether or not a broker is willing to execute at the quoted price; the depth and consistency of prices from third party pricing services; and the existence of contemporaneous, observable trades in the market. Additionally, management evaluates the classification of Level 1 and Level 2 assets and liabilities on a quarterly basis for changes in listings or delistings on national exchanges.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of the Fund's investments may fluctuate from period to period. Additionally, the fair value of investments may differ significantly from the values that would have been used had a ready market existed for such investments and may differ materially from the values the Fund may ultimately realize. Further, such investments may be subject to legal and other restrictions on resale or otherwise less liquid than publicly traded securities.

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

For fair valuations using significant unobservable inputs, U.S. generally accepted accounting principles (“U.S. GAAP”) require the Fund to present a reconciliation of the beginning to ending balances for reported market values that presents changes attributable to total realized and unrealized gains or losses, purchase and sales, and transfers in and out of Level 3 during the period. Transfers in and out between Levels are based on values at the end of the period. U.S. GAAP also requires the Fund to disclose amounts and reasons for all transfers in and out of Level 1 and Level 2 fair value measurements. A reconciliation of Level 3 investments is presented only when the Fund had an amount of Level 3 investments at the end of the reporting period that was meaningful in relation to its net assets. The amounts and reasons for all transfers in and out of each Level within the three-tier hierarchy are disclosed when the Fund had an amount of total transfers during the reporting period that was meaningful in relation to its net assets as of the end of the reporting period.

For the year ended April 30, 2017, there were no transfers between Levels 1, 2 and 3 for the Fund.

**Use of Estimates** — The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates and those differences could be material.

**Investment Transactions, Investment Income and Expenses** — Investment transactions are recorded on trade date for financial statement preparation purposes. Realized gains and losses on investments sold are recorded on the identified cost basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Estimated components of distributions received from real estate investment trusts may be considered income, return of capital distributions or capital gain distributions. Return of capital distributions are recorded as a reduction of cost of the related investments. Distribution (12b-1) fees and shareholder services fees relating to a specific class are charged directly to that class. General expenses of the Trust are generally allocated to each fund in proportion to its relative daily net assets. Expenses directly attributable to a particular fund in the Trust are charged directly to that fund. The Fund’s investment income, expenses (other than class-specific expenses) and unrealized and realized gains and losses are allocated daily to each class of shares based upon the relative proportion of net assets of each class at the beginning of the day.

**MLP Common Units** — Master Limited Partnership (“MLP”) common units represent limited partnership interests in the MLP. Common units are generally listed and traded on the U.S. securities exchanges or OTC with their value fluctuating predominantly based on the success of the MLP. Unlike owners of common stock of a corporation, owners of MLP common units have limited voting rights and have no ability to annually elect directors. MLPs generally distribute all available cash flow (cash flow from operations less maintenance capital expenditures) in the form of quarterly distributions. Common unit holders have first priority to receive quarterly cash distributions up to the minimum quarterly distribution and have arrearage

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

rights. In the event of liquidation, common unit holders have preference over subordinated units, but not debt holders or preferred unit holders, to remaining assets of the MLP.

**Dividends and Distributions to Shareholders** — Dividends from net investment income are declared and paid quarterly to shareholders. Distributions, if any, of net short-term capital gain and net capital gain (the excess of net long-term capital gain over the short-term capital loss) realized by the Fund, after deducting any available capital loss carryovers are declared and paid to its shareholders annually. Income dividends and capital gain distributions are determined in accordance with U.S. federal income tax regulations, which may differ from U.S. GAAP. These differences may include the treatment of non-taxable dividends, expiring capital loss carryforwards and losses deferred due to wash sales and excise tax regulations. Permanent book and tax basis differences relating to shareholder distributions will result in reclassifications within the components of net assets.

**U.S. Tax Status** — No provision is made for U.S. income taxes as it is the Fund's intention to continue to qualify for and elect the tax treatment applicable to regulated investment companies under Subchapter M of the Internal Revenue Code of 1986, as amended (the "Internal Revenue Code"), and make the requisite distributions to its shareholders which will be sufficient to relieve it from U.S. income and excise taxes.

**Other** — In the normal course of business, the Fund may enter into contracts that provide general indemnifications. The Fund's maximum exposure under these arrangements is dependent on claims that may be made against the Fund in the future, and therefore, cannot be estimated; however, based on experience, the risk of material loss for such claims is considered remote.

**Recent Accounting Pronouncement** — In October 2016, the U.S. Securities and Exchange Commission ("SEC") issued a new rule, Investment Company Reporting Modernization, which, among other provisions, amends Regulation S-X to require standardized, enhanced disclosures, particularly related to derivatives, in investment company financial statements. Compliance with the amendments to Regulation S-X is required for financial statements ending on or after August 1, 2017. Management is currently evaluating the impact that the amendments will have on the Fund's financial statements and related disclosures.

## 2. Transactions with Related Parties and Other Service Providers

Choice Financial Partners, Inc., doing business as EquityCompass Strategies ("EquityCompass" or the "Adviser"), serves as investment adviser to the Fund pursuant to an investment advisory agreement with the Trust. For its services, the Adviser is paid a monthly fee at the annual rate of 0.60% of the Fund's average daily net assets. The Adviser has contractually agreed to reduce its investment advisory fee and/or reimburse certain expenses of the Fund to the extent necessary to ensure that the Fund's total operating expenses (excluding taxes, any class-specific fees and expenses, "Acquired Fund" fees and expenses, interest, extraordinary items and brokerage commissions) do not exceed 0.99% of average

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

daily net assets of the Fund (the “Expense Limitation”). The Expense Limitation will remain in effect until September 30, 2017 unless the Board of Trustees approves its earlier termination. The Adviser is entitled to recover, subject to approval by the Board of Trustees, such amounts reduced or reimbursed for a period of up to three (3) years from the year in which the Adviser reduced its compensation and/or assumed expenses for the Fund. The Adviser is permitted to seek reimbursement from the Fund, subject to certain limitations, for fees it waived and Fund expenses it paid to the extent the total annual fund expenses do not exceed the limits described above or any lesser limits in effect at the time of reimbursement. No recoupment will occur unless the Fund’s expenses are below the Expense Limitation amount.

At April 30, 2017, the amount of potential recovery was as follows:

<u>Expiration</u>			
<u>April 30, 2018</u>	<u>April 30, 2019</u>	<u>April 30, 2020</u>	<u>Total</u>
\$153,735	\$72,020	\$74,701	\$300,456

For the year ended April 30, 2017, the Adviser earned advisory fees of \$393,374 and waived fees of \$74,701.

### Other Service Providers

BNY Mellon Investment Servicing (US) Inc. (“BNY Mellon”) serves as administrator and transfer agent for the Fund. For providing administrative and accounting services, BNY Mellon is entitled to receive a monthly fee equal to an annual percentage rate of the Fund’s average daily net assets, subject to certain minimum monthly fees. For providing transfer agent services, BNY Mellon is entitled to receive a monthly fee, subject to certain minimum, and out of pocket expenses.

The Bank of New York Mellon (the “Custodian”) provides certain custodial services to the Fund. The Custodian is entitled to receive a monthly fee, subject to certain minimum, and out of pocket expenses.

Foreside Funds Distributors LLC (the “Underwriter”) provides principal underwriting services to the Fund.

The Trust and the Underwriter are parties to an underwriting agreement. The Trust has adopted a distribution plan for Class A and Class C shares in accordance with Rule 12b-1 under the 1940 Act. Pursuant to the Class A and Class C shares plan, the Fund compensates the Underwriter for direct and indirect costs and expenses incurred in connection with advertising, marketing and other distribution services in an amount not to exceed 0.25% and 1.00% (0.75% Rule 12b-1 distribution fee and 0.25% shareholder service fee), respectively, on an annualized basis of the average daily net assets of the Fund’s Class A and Class C shares.

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

### Trustees and Officers

The Trust is governed by its Board of Trustees. The Trustees receive compensation in the form of an annual retainer and per meeting fees for their services to the Trust. The remuneration paid to the Trustees by the Fund during the year ended April 30, 2017 was \$11,194. An employee of BNY Mellon serves as the Secretary of the Trust and is not compensated by the Fund or the Trust.

Effective June 1, 2016 and July 1, 2016, JW Fund Management LLC (“JWFM”) provides a Principal Executive Officer and Principal Financial Officer, respectively, to the Trust. JWFM is compensated for the services provided to the Trust. Until May 31, 2016 and June 30, 2016, certain employees of BNY Mellon served as Principal Executive Officer and Principal Financial Officer, respectively, to the Trust. They were not compensated by the Trust or the Fund.

Freeh Group International Solutions, LLC provides the Trust with a Chief Compliance Officer and an Anti-Money Laundering Officer.

### 3. Investment in Securities

For the year ended April 30, 2017, aggregate purchases and sales of investment securities (excluding short-term investments) of the Fund were as follows:

	<u>Purchases</u>	<u>Sales</u>
Investment Securities . . . . .	\$34,448,194	\$28,311,934

### 4. Capital Share Transactions

For the years ended April 30, 2017 and 2016, transactions in capital shares (authorized shares unlimited) were as follows:

	<u>For the Year Ended April 30, 2017</u>		<u>For the Year Ended April 30, 2016</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>
Class A				
Sales . . . . .	769,608	\$ 8,921,476	610,113	\$ 6,694,354
Reinvestments . . . . .	47,963	555,415	90,760	982,542
Redemption Fees* . . . . .	—	636	—	1,511
Redemptions . . . . .	<u>(1,034,323)</u>	<u>(11,877,878)</u>	<u>(526,706)</u>	<u>(5,700,490)</u>
Net increase/(decrease) . . . . .	<u>(216,752)</u>	<u>\$ (2,400,351)</u>	<u>174,167</u>	<u>\$ 1,977,917</u>

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

	For the Year Ended April 30, 2017		For the Year Ended April 30, 2016	
	Shares	Amount	Shares	Amount
<b>Class C</b>				
Sales.....	452,997	\$ 5,283,198	569,179	\$ 6,292,787
Reinvestments.....	21,581	250,228	52,434	570,954
Redemption Fees*	—	451	—	947
Redemptions.....	(428,881)	(4,991,200)	(297,865)	(3,247,748)
Net increase.....	<u>45,697</u>	<u>\$ 542,677</u>	<u>323,748</u>	<u>\$ 3,616,940</u>
<b>Institutional Class**</b>				
Sales.....	758,552	\$ 8,748,719	—	\$ —
Reinvestments.....	4,931	58,781	—	—
Redemption Fees*	—	108	—	—
Redemptions.....	(47,807)	(572,507)	—	—
Net increase.....	<u>715,676</u>	<u>\$ 8,235,101</u>	<u>—</u>	<u>\$ —</u>
<b>Total Net Increase.....</b>	<u>544,621</u>	<u>\$ 6,377,427</u>	<u>497,915</u>	<u>\$ 5,594,857</u>

\* There is a 1.00% redemption fee that may be charged on shares redeemed which have been held for 60 days or less. The redemption fees are retained by the Fund for the benefit of the remaining shareholders and recorded as paid-in capital.

\*\* Institutional Class commenced operations on October 4, 2016.

### 5. Federal Tax Information

The Fund has followed the authoritative guidance on accounting for and disclosure of uncertainty in tax positions, which requires the Fund to determine whether a tax position is more likely than not to be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as tax benefit or expense in the current year. The Fund has determined that there was no effect on the financial statements from following this authoritative guidance. In the normal course of business, the Fund is subject to examination by federal, state and local jurisdictions, where applicable, for tax years for which applicable statutes of limitations have not expired.

Distributions are determined in accordance with federal income tax regulations, which may differ in amount or character from net investment income and realized gains for financial reporting purposes. Accordingly, the character of distributions and composition of net assets for tax purposes may differ from those reflected in the accompanying financial statements. To the extent these differences are permanent, such amounts are reclassified within the components of net assets based on the tax treatment; temporary

# QUALITY DIVIDEND FUND

## Notes to Financial Statements (Continued) April 30, 2017

differences do not require reclassifications. For the year ended April 30, 2017, these adjustments were to increase accumulated net investment income by \$1,156, increase accumulated net realized loss by \$954 and to decrease paid-in capital by \$202. These adjustments are primarily attributable to disallowed expenses and disposition of partnership. Net investment income, net realized gains and net assets were not affected by these adjustments.

For the year ended April 30, 2017, the tax character of distributions paid by the Fund was \$1,157,045 of ordinary income dividends. For the year ended April 30, 2016, the tax character of distributions paid by the Fund was \$1,241,301 of ordinary income dividends and \$727,202 of long-term capital gains dividends. Distributions from short-term capital gains are treated as ordinary income for federal income tax purposes.

As of April 30, 2017, the components of distributable earnings on a tax basis were as follows:

<u>Capital Loss Carryforward</u>	<u>Undistributed Ordinary Income</u>	<u>Undistributed Long-Term Gain</u>	<u>Unrealized Appreciation</u>	<u>Qualified Late-Year Losses</u>	<u>Other Book/Tax Differences</u>
\$(3,521,111)	\$367,740	\$—	\$10,254,018	\$—	\$(8,043)

The differences between the book and tax basis components of distributable earnings relate primarily to the timing and recognition of income and gains for federal income tax purposes. Short-term capital gains are reported as ordinary income for federal income tax purposes.

As of April 30, 2017, the federal tax cost, aggregate gross unrealized appreciation and depreciation of securities held by the Fund were as follows:

Federal tax cost . . . . .	<u>\$60,329,126</u>
Gross unrealized appreciation . . . . .	\$11,151,994
Gross unrealized depreciation . . . . .	<u>(897,976)</u>
Net unrealized appreciation . . . . .	<u>\$10,254,018</u>

Pursuant to federal income tax rules applicable to regulated investment companies, the Fund may elect to treat certain capital losses between November 1 and April 30 and late year ordinary losses ((i) ordinary losses between January 1 and April 30, and (ii) specified ordinary and currency losses between November 1 and April 30) as occurring on the first day of the following tax year. For the year ended April 30, 2017, the Fund had no short-term capital loss deferrals, no long-term capital loss deferrals or ordinary loss deferrals.

Accumulated capital losses represent net capital loss carryforwards as of April 30, 2017 that may be available to offset future realized capital gains and thereby reduce future capital gains distributions. As of April 30, 2017, the Fund's capital loss carryforwards were \$3,521,111, of which \$1,380,809 were



# QUALITY DIVIDEND FUND

## **Notes to Financial Statements (Concluded)** **April 30, 2017**

short-term losses and \$2,140,302 were long-term losses. All losses will be carried forward indefinitely and will retain their character as short-term and long-term capital losses.

### **6. Subsequent Events**

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements were issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

# QUALITY DIVIDEND FUND

## Report of Independent Registered Public Accounting Firm

To the Board of Trustees of FundVantage Trust and  
Shareholders of the Quality Dividend Fund

We have audited the accompanying statement of assets and liabilities, including the portfolio of investments, of the Quality Dividend Fund (one of the series constituting FundVantage Trust) (the "Fund") as of April 30, 2017, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the periods indicated therein. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. We were not engaged to perform an audit of the Fund's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of April 30, 2017, by correspondence with the custodian. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Quality Dividend Fund (one of the series constituting FundVantage Trust) at April 30, 2017, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the periods indicated therein in conformity with U.S. generally accepted accounting principles.

The signature of Ernst + Young LLP is written in a black, cursive script. The words "Ernst + Young" are written in a larger, more prominent hand, with "LLP" in a smaller, simpler font to the right.

Philadelphia, Pennsylvania  
June 29, 2017

# QUALITY DIVIDEND FUND

## Shareholder Tax Information (Unaudited)

The Fund is required by Subchapter M of the Internal Revenue Code to advise its shareholders of the U.S. federal tax status of distributions received by the Fund's shareholders in respect of such fiscal year. During the fiscal year ended April 30, 2017, the Fund paid \$1,157,045 of ordinary income dividends to its shareholders. Dividends from short-term capital gains are treated as ordinary income dividends for federal income tax purposes.

The Fund designates 100.00% of the ordinary income distribution as qualified dividend income pursuant to the Jobs and Growth Tax Relief Reconciliation Act of 2003.

The percentage of ordinary income dividends qualifying for the corporate dividends received deduction is 100.00%.

The percentage of qualified interest income related dividends not subject to withholding tax for non-resident aliens and foreign corporations is 0.00%.

All designations are based on financial information available as of the date of this annual report and, accordingly, are subject to change. For each item, it is the intention of the Fund to designate the maximum amount permitted under the Internal Revenue Code of 1986, as amended, and the regulations thereunder.

Because the Fund's fiscal year is not the calendar year, another notification will be sent with respect to calendar year 2017. The second notification, which will reflect the amount, if any, to be used by calendar year taxpayers on their U.S. federal income tax returns, will be made in conjunction with Form 1099-DIV and will be mailed in January 2018.

Foreign shareholders will generally be subject to U.S. withholding tax on the amount of their ordinary income dividends. They will generally not be entitled to a foreign tax credit or deduction for the withholding taxes paid by the Fund, if any.

In general, dividends received by tax-exempt recipients (e.g., IRAs and Keoghs) need not be reported as taxable income for U.S. federal income tax purposes. However, some retirement trusts (e.g., corporate, Keogh and 403(b)(7) plans) may need this information for their annual information reporting.

Shareholders are advised to consult their own tax advisers with respect to the tax consequences of their investment in the Fund.

# QUALITY DIVIDEND FUND

## **Other Information (Unaudited)**

### **Proxy Voting**

Policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities as well as information regarding how the Fund voted proxies relating to portfolio securities for the most recent 12-month period ended June 30 are available without charge, upon request, by calling (888) 201-5799 and on the Securities and Exchange Commission's ("SEC") website at <http://www.sec.gov>.

### **Quarterly Portfolio Schedules**

The Trust files its complete schedule of portfolio holdings with the SEC for the first and third fiscal quarters of each fiscal year (quarters ended July 31 and January 31) on Form N-Q. The Trust's Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the SEC's Public Reference Room may be obtained by calling 1-800-SEC-0330.

# QUALITY DIVIDEND FUND

## **Privacy Notice (Unaudited)**

The privacy of your personal financial information is extremely important to us. When you open an account with us, we collect a significant amount of information from you in order to properly invest and administer your account. We take very seriously the obligation to keep that information private and confidential, and we want you to know how we protect that important information.

We collect nonpublic personal information about you from applications or other forms you complete and from your transactions with us or our affiliates. We do not disclose information about you, or our former clients, to our affiliates or to service providers or other third parties, except as permitted by law. We share only the information required to properly administer your accounts, which enables us to send transaction confirmations, monthly or quarterly statements, financials and tax forms. Even within FundVantage Trust and its affiliated entities, a limited number of people who actually service accounts will have access to your personal financial information. Further, we do not share information about our current or former clients with any outside marketing groups or sales entities.

To ensure the highest degree of security and confidentiality, FundVantage Trust and its affiliates maintain various physical, electronic and procedural safeguards to protect your personal information. We also apply special measures for authentication of information you request or submit to us on our web site.

If you have questions or comments about our privacy practices, please call us at (888) 201-5799.

# QUALITY DIVIDEND FUND

## Fund Management (Unaudited)

FundVantage Trust (the “Trust”) is governed by a Board of Trustees (the “Trustees”). The primary responsibility of the Trustees is to represent the interest of the Trust’s shareholders and to provide oversight management of the Trust.

The following tables present certain information regarding the Board of Trustees and officers of the Trust. None of the Trustees are an “interested person” of the Trust, the Adviser, another investment adviser of a series of the Trust, or Foreside Funds Distributors LLC, the principal underwriter of the Trust (“Underwriter”), within the meaning of the 1940 Act and each Trustee is referred to as an “Independent Trustee” and is listed under such heading below. The address of each Trustee and Officer as it relates to the Trust’s business is 301 Bellevue Parkway, 2nd Floor, Wilmington, DE 19809.

The Statement of Additional Information for the Fund contains additional information about the Trustees and is available, without charge, upon request by calling (888) 201-5799.

Name and Date of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served	Principal Occupation(s) During Past Five Years	Number of Funds in Trust Complex Overseen by Trustee	Other Directorships Held by Trustee
<b>INDEPENDENT TRUSTEES</b>					
<b>ROBERT J. CHRISTIAN</b> Date of Birth: 2/49	Trustee and Chairman of the Board	Shall serve until death, resignation or removal. Trustee and Chairman since 2007.	Retired since February 2006; Executive Vice President of Wilmington Trust Company from February 1996 to February 2006; President of Rodney Square Management Corporation (“RSMC”) (investment advisory firm) from 1996 to 2005; Vice President of RSMC from 2005 to 2006.	42	Optimum Fund Trust (registered investment company with 6 portfolios).
<b>IQBAL MANSUR</b> Date of Birth: 6/55	Trustee	Shall serve until death, resignation or removal. Trustee since 2007.	University Professor, Widener University.	42	None.

# QUALITY DIVIDEND FUND

## Fund Management (Continued) (Unaudited)

Name and Date of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served	Principal Occupation(s) During Past Five Years	Number of Funds in Trust Complex Overseen by Trustee	Other Directorships Held by Trustee
<b>NICHOLAS M. MARSINI, JR.</b> Date of Birth: 8/55	Trustee	Shall serve until death, resignation or removal. Trustee since 2016.	Retired since March 2016. President of PNC Bank Delaware from June 2011 to March 2016; Executive Vice President Finance of BNY Mellon from July 2010 to January 2011; Executive Vice President and Chief Financial Officer of PNC Global Investment Servicing from September 1997 to July 2010.	42	Brinker Capital Destinations Trust (registered investment company with 10 portfolios).
<b>STEPHEN M. WYNNE</b> Date of Birth: 1/55	Trustee	Shall serve until death, resignation or removal. Trustee since 2009.	Retired since December 2010; Chief Executive Officer of US Funds Services, BNY Mellon Asset Servicing from July 2010 to December 2010; Chief Executive Officer of PNC Global Investment Servicing from March 2008 to July 2010; President, PNC Global Investment Servicing from 2003 to 2008.	42	Copeland Trust (registered investment company with 2 portfolios). Context Capital Funds (registered investment company with 1 portfolio).
<b>NANCY B. WOLCOTT</b> Date of Birth: 11/54	Trustee	Shall serve until death, resignation or removal. Trustee since 2011.	Retired since May 2014; EVP, Head of GFI Client Service Delivery, BNY Mellon from January 2012 to May 2014; EVP, Head of US Funds Services, BNY Mellon from July 2010 to January 2012; President of PNC Global Investment Servicing from 2008 to July 2010; Chief Operating Officer of PNC Global Investment Servicing from 2007 to 2008; Executive Vice President of PFPC Worldwide Inc. from 2006 to 2007.	42	None.

# QUALITY DIVIDEND FUND

## Fund Management (Concluded) (Unaudited)

Name and Date of Birth	Position(s) Held with Trust	Term of Office and Length of Time Served	Principal Occupation(s) During Past Five Years
<b>EXECUTIVE OFFICERS</b>			
<b>JOEL L. WEISS</b> Date of Birth: 1/63	President and Chief Executive Officer	Shall serve until death, resignation or removal. Officer since 2007.	President of JW Fund Management LLC since June 2016; Vice President and Managing Director of BNY Mellon Investment Servicing (US) Inc. and predecessor firms from 1993 to June 2016.
<b>T. RICHARD KEYES</b> Date of Birth: 1/57	Treasurer and Chief Financial Officer	Shall serve until death, resignation or removal. Officer since 2016.	President of TRK Fund Consulting since July 2016; Head of Tax — U.S. Fund Services of BNY Mellon Investment Servicing (US) Inc. and predecessor firms from February 2006 to July 2016.
<b>VINCENZO A. SCARDUZIO</b> Date of Birth: 4/72	Secretary	Shall serve until death, resignation or removal. Officer since 2012.	Director and Vice President Regulatory Administration of BNY Mellon Investment Servicing (US) Inc. and predecessor firms since 2001.
<b>DAVID C. LEBISKY</b> Date of Birth: 5/72	Chief Compliance Officer and Anti-Money Laundering Officer	Shall serve until death, resignation or removal. Officer since 2015.	President of Lebisky Compliance Consulting LLC since October 2015; Senior Consultant, Freeh Group International Solutions, LLC (a global risk management firm) since 2015; Scotia Institutional Investments US, LP, Director of Regulatory Administration from 2010 to 2014.



[THIS PAGE INTENTIONALLY LEFT BLANK.]

[THIS PAGE INTENTIONALLY LEFT BLANK.]

[THIS PAGE INTENTIONALLY LEFT BLANK.]

**Investment Adviser**

Choice Financial Partners, Inc.  
d/b/a EquityCompass Strategies  
501 North Broadway  
St. Louis, MO 63102

**Administrator**

BNY Mellon Investment Servicing (US) Inc.  
301 Bellevue Parkway  
Wilmington, DE 19809

**Transfer Agent**

BNY Mellon Investment Servicing (US) Inc.  
4400 Computer Drive  
Westborough, MA 01581

**Principal Underwriter**

Foreside Funds Distributors LLC  
400 Berwyn Park  
899 Cassatt Road  
Berwyn, PA 19312

**Custodian**

The Bank of New York Mellon  
225 Liberty Street  
New York, NY 10286

**Independent Registered Public Accounting Firm**

Ernst & Young LLP  
One Commerce Square  
2005 Market Street, Suite 700  
Philadelphia, PA 19103-7096

**Legal Counsel**

Pepper Hamilton LLP  
3000 Two Logan Square  
18th and Arch Streets  
Philadelphia, PA 19103

**QUALITY DIVIDEND  
FUND***of***FundVantage Trust**

Class A (QDVAX)

Class C (QDVCX)

Institutional Class (QDVIX)

**ANNUAL REPORT**

April 30, 2017

This report is submitted for the general information of the shareholders of the Quality Dividend Fund. It is not authorized for distribution unless preceded or accompanied by a current prospectus for the Quality Dividend Fund.

QUA-0417