



Annual Report to Shareholders

**REMS INTERNATIONAL REAL ESTATE
VALUE-OPPORTUNITY FUND**

For the Year Ended December 31, 2016

Dear REMS International Real Estate Value-Opportunity Fund Investor,

International publicly traded real estate as defined by the EPRA/NAREIT Global Ex U.S. Equity Index returned 1.2% over 2016 as positive share price performance in Australia and Japan were offset by declines in the U.K. following the “Brexit” decision. Currency was again a negative contributor with weakness in the British Pound and the Euro. The REMS International Real Estate Value-Opportunity Fund (“the Fund”) which is a more concentrated portfolio focused on differentiated, special situation real estate value investments experienced a slight negative return (-0.9%) for the full year 2016. Positive returns from REMS’ targeted real estate investment positions in Europe and Hong Kong offset most of the negative currency impact as well as negative returns for REMS’ U.K. investments post “Brexit”.

The largest positive contribution to the Fund return over 2016 was differentiated individual investment positions outside of the main indices/ETFs. Two investments in particular were the largest contributors to return. Firstly, Belmond (BEL-US), an owner of global luxury hotels with the share price benefiting from a large respected real estate investor taking a position. Secondly, Wheelock (20-HK) a Hong Kong diversified real estate owner and developer benefited from a bottoming in retail real estate fundamentals and a substantial increase in cash flow as a result of project execution.

The strength of the U.S. dollar relative to international currencies over 2016 was again the largest negative contribution to fund performance. There were also a couple of notable weaknesses in the Fund investment positions in U.K. property companies that were negatively impacted by the decision to leave the European Union. The share prices for REMS investments in Kennedy Wilson Europe (KWE-LN) and Capital & Regional (CAL-LN) declined due to expectations of weaker real estate fundamentals and asset demand following “Brexit”; however we have not yet seen a decline in U.K. and Irish real estate values and the Fund sees a significant value opportunity in these entities.

The Fund views the investment outlook for listed international real estate as favorable due to both attractive valuation metrics and over time the potential for a lesser currency impact. The REMS International Real Estate Value-Opportunity Fund now comprises a portfolio of high quality differentiated real estate companies at wide discounts to the private market, with attractive cash flow, low risk balance sheets, and seasoned management teams. Across markets discounted valuations are supported by instances of dividend yields ranging from 5-10%, and several companies are now trading at historically high discounts to their book value.

As always, we thank you for your investment in the Fund.

Sincerely,

Quentin Velleley, CFA

John Webster

Important Disclosure Statements

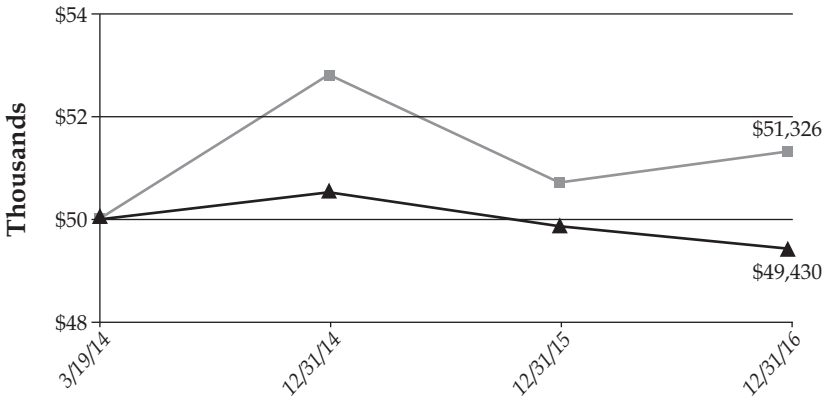
The Fund's prospectus contains important information about the Fund's investment objectives, potential risks, management fees, charges and expenses, and other information and should be read and considered carefully before investing. The Fund's past performance does not guarantee future results. The investment 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. You may obtain a current copy of the Fund's prospectus by calling 1-800-673-0550. Distributed by First Dominion Capital Corp., Richmond, VA.

Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-673-0550.

Information provided with respect to the Fund's Portfolio Holdings, Sector Weightings, Number of Holdings and Expense Ratios are as of December 31, 2016 and are subject to change at any time.

The opinions presented in this document are those of the portfolio manager as of the date of this report and may change at any time. Information contained in this document was obtained from sources deemed to be reliable, but no guarantee is made as to the accuracy of such information. Nothing presented in this document may be construed as an offer to purchase or sell any security.

COMPARISON OF \$50,000 INVESTMENT IN REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND FOUNDERS CLASS SHARES VS. EPRA/NAREIT GLOBAL EX U.S. EQUITY INDEX



Past performance is not predictive of future performance.

REMS International Real Estate Value-Opportunity Fund Founders Class

 NAREIT Global ex U.S. Equity Index

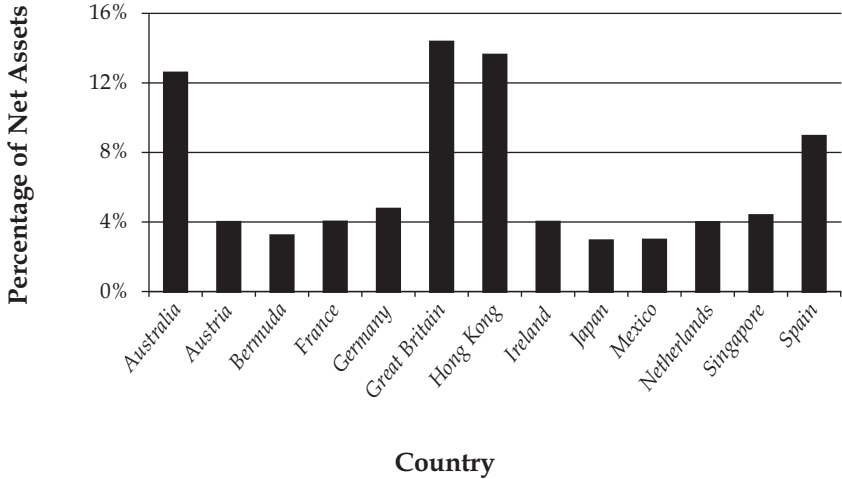
	Total Return One Year Ended 12/31/2016*	Average Annual Return Since Inception 3/19/14 to 12/31/16*
REMS International Real Estate Value-Opportunity Fund	(0.88%)	(0.41%)
EPRA/NAREIT Global ex U.S. Equity Index	1.18%	0.94%

** The total return shown does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares*

The EPRA/NAREIT Global ex U.S. Equity Index is a family of indices using specific fundamental factors that weight index constituents, rather than market capitalization. The weights are therefore not dependent upon price-based stock market based valuations.

(The comparative index is not adjusted to reflect expenses that the SEC requires to be reflected in the Fund's performance.)

**REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
COMMON STOCK HOLDINGS BY COUNTRY AS
PERCENTAGE OF NET ASSETS
AS OF DECEMBER 31, 2016
(unaudited)**



See Notes to Financial Statements

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
SCHEDULE OF INVESTMENTS
December 31, 2016

<u>Security Description</u>	<u>Shares</u>	<u>Fair Value</u>
COMMON STOCK – 83.73%		
Diversified – 22.44%		
Hysan Development Co. Ltd.	214,500	\$ 886,546
Kennedy Wilson Europe Real Estate	93,200	1,101,538
Land Securities Group PLC	52,900	694,989
Swire Properties Ltd.	388,300	1,071,587
Wheelock & Co. Ltd.	143,800	809,449
		<u>4,564,109</u>
Hotel – 8.60%		
Belmond Ltd. ^{*(a)}	49,100	655,485
Hispania Activos Inmobiliarios SOCIMI SA	92,900	1,094,753
		<u>1,750,238</u>
Office/Industrial – 26.18%		
Axiare Patrimonio SOCIMI, S.A.	49,700	723,004
CA Immobilien Anlagen AG	44,100	810,744
Corporacion Inmobiliaria Vesta SAB	502,470	604,039
Cromwell Property Group	1,242,845	883,454
Gecina SA	5,900	816,374
Global Logistic Properties Limited	586,100	890,360
Mitsubishi Estate Company	29,900	595,442
		<u>5,323,417</u>
Multi-Family/Housing – 12.64%		
Gateway Lifestyle Holdings Pty Ltd.	506,864	790,089
Irish Residential Properties	660,795	813,821
Vonovia SE	29,700	966,188
		<u>2,570,098</u>
Retail – 13.87%		
Capital & Regional PLC	1,658,625	1,124,284
Shopping Centres Australasia Property Group	555,100	885,308
Wereldhave NV	18,000	810,189
		<u>2,819,781</u>
TOTAL COMMON STOCK		<u>17,027,643</u>
(Cost: \$17,656,112)		

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
SCHEDULE OF INVESTMENTS – continued
December 31, 2016

<u>Security Description</u>	<u>Shares</u>	<u>Fair Value</u>
EXCHANGE TRADED FUNDS – 3.99%		
REAL ESTATE – 3.99%		
SPDR Dow Jones International Real Estate (Cost: \$837,141)	22,500	\$ 811,800
MONEY MARKET – 13.66%		
Money Market Fiduciary, 0.00274%** *** (Cost: \$2,778,288)	2,778,288	<u>2,778,288</u>
NET INVESTMENTS IN SECURITIES – 101.38%		
(Cost: \$21,271,541)		20,617,731
Liabilities in excess of other assets – (1.38)%		<u>(281,508)</u>
NET ASSETS – 100.00%		<u>\$20,336,223</u>

*Non-income producing

**Effective 7 day yield as of December 31, 2016.

***The Fund invests a significant amount (13.66% as of December 31, 2016) in UMB's Money Market Fiduciary. UMB's Money Market Fiduciary acts as a bank deposit for the Fund, providing an interest bearing account for short-term investment purposes. This investment vehicle is not publicly traded on open markets.

^(a) All or a portion of position is segregated under leverage agreement with ConvergeEx Group. The segregated market value is \$499,290.

See Notes to Financial Statements

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
STATEMENT OF ASSETS AND LIABILITIES

December 31, 2016

ASSETS

Investments at fair value (identified cost of \$21,271,541) (Note 1)	\$20,617,731
Foreign currency (identified cost of \$108,740)	108,740
Dividends and interest receivable	53,236
Receivable for capital stock sold	49,982
Receivable for withholding tax reclaims	2,084
Due from advisor	16,820
Prepaid expenses	8,136
TOTAL ASSETS	<u><u>20,856,729</u></u>

LIABILITIES

Payable for securities purchased	512,671
Accrued custodian fees	5,874
Other accrued expenses	1,961
TOTAL LIABILITIES	<u><u>520,506</u></u>

NET ASSETS

\$20,336,223

Net Assets Consist of:

Paid-in-capital applicable to 2,144,184 no par value shares of beneficial interest outstanding, unlimited shares authorized	\$21,129,337
Accumulated net investment income	174,823
Accumulated net realized gain (loss) on investments	(314,037)
Accumulated net unrealized appreciation (depreciation) on investments and foreign currency	(653,900)

Net Assets

\$20,336,223

NET ASSET VALUE PER SHARE

Founders Class Shares

Net Assets	\$20,336,223
Shares Outstanding (Unlimited number of shares authorized without par value)	2,144,184
Net Asset Value, Offering and Redemption Price Per Share	<u><u>\$ 9.48</u></u>

See Notes to Financial Statements

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
STATEMENT OF OPERATIONS

December 31, 2016

INVESTMENT INCOME

Dividends (net of foreign tax withheld of \$31,425)	\$ 319,357
Interest	201
Total investment income	<u>319,558</u>

EXPENSES

Investment management fees (Note 2)	108,812
Accounting fees	7,295
Custodian fees	15,402
Professional fees	9,411
Filing and registration fees	4,909
Trustees fees	2,267
Compliance fees	1,794
Shareholder servicing and reports	12,670
Interest expense on securities sold short	1,081
Insurance expense	2,600
Other	4,003
Total expenses	<u>170,244</u>
Management fee waivers (Note 2)	(108,812)
Expense reimbursements (Note 2)	<u>(60,351)</u>
Net expenses	<u>1,081</u>
Net investment income (loss)	<u>318,477</u>

**REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS
AND FOREIGN CURRENCIES AND RELATED TRANSACTIONS**

Net realized gain (loss) on investments	(313,406)
Net realized gain (loss) on securities sold short	2,715
Net realized gain (loss) on foreign currency transactions	(1,429)
Net increase (decrease) in unrealized appreciation (depreciation) of investments	(206,611)
Net increase (decrease) in unrealized appreciation (depreciation) of foreign currencies	<u>(40)</u>
Net realized and unrealized gain (loss) on investments and foreign currencies	<u>(518,771)</u>

INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS

\$(200,294)

See Notes to Financial Statements

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
STATEMENT OF CHANGES IN NET ASSETS

	Year ended December 31, 2016	Year ended December 31, 2015
Increase (decrease) in Net Assets		
OPERATIONS		
Net investment income (loss)	\$ 318,477	\$ 154,921
Net realized gain (loss) on investments and foreign currencies	(312,120)	96,064
Net increase (decrease) in unrealized appreciation (depreciation) of investments and foreign currency transactions	<u>(206,651)</u>	<u>(464,145)</u>
Increase (decrease) in net assets from operations	<u>(200,294)</u>	<u>(213,160)</u>
DISTRIBUTIONS TO SHAREHOLDERS		
Net investment income		
Founders Class	(142,222)	(131,943)
Realized gains		
Founders Class	<u>-</u>	<u>(126,156)</u>
Decrease in net assets from distributions	<u>(142,222)</u>	<u>(258,099)</u>
CAPITAL STOCK TRANSACTIONS (Note 5)		
Shares sold		
Founders Class	12,266,307	5,027,000
Distributions reinvested		
Founders Class	93,781	167,103
Shares redeemed		
Founders Class	<u>(440,825)</u>	<u>-</u>
Increase (decrease) in net assets from capital stock transactions	<u>11,919,263</u>	<u>5,194,103</u>
NET ASSETS		
Increase (decrease) during year	11,576,747	4,722,844
Beginning of year	<u>8,759,476</u>	<u>\$4,036,632</u>
End of year**	<u>\$20,336,223</u>	<u>\$8,759,476</u>
**Includes undistributed net investment income (loss) of:	<u>\$ 174,823</u>	<u>\$ (3)</u>

See Notes to Financial Statements

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
 FINANCIAL HIGHLIGHTS
 SELECTED PER SHARE DATA THROUGHOUT EACH PERIOD

	Founders Class Shares		
	Year ended	Year ended	March 19, 2014*
	<u>December 31, 2016</u>	<u>December 31, 2015</u>	<u>through December 31, 2014</u>
Net asset value,			
beginning of period	<u>\$ 9.65</u>	<u>\$ 10.07</u>	<u>\$ 10.00</u>
Investment activities			
Net investment income ⁽¹⁾	0.28	0.19	0.05
Net realized and unrealized gain (loss) on investments and foreign currency transactions	<u>(0.36)</u>	<u>(0.32)</u>	<u>0.06</u>
Total from investment activities	<u>(0.08)</u>	<u>(0.13)</u>	<u>0.11</u>
Distributions			
Net investment income	(0.09)	(0.15)	(0.04)
Realized gains	<u>-</u>	<u>(0.14)</u>	<u>-</u>
Total distributions	<u>(0.09)</u>	<u>(0.29)</u>	<u>(0.04)</u>
Net asset value, end of period	<u><u>\$ 9.48</u></u>	<u><u>\$ 9.65</u></u>	<u><u>\$ 10.07</u></u>
Total Return	(0.88%)	(1.31%)	1.06%***
Ratios/Supplemental Data			
Ratio to average net assets			
Expenses, gross	1.56%	2.64%	3.33%**
Expenses, net of management fee waivers and reimbursements	0.01%	0.00%	0.00%**
Net investment income	2.92%	1.91%	0.61%**
Portfolio turnover rate	40.15%	15.25%	1.47%***
Net assets, end of period (000's)	\$ 20,336	\$8,759	\$ 4,037

*Commencement of operations

**Annualized

*** Not annualized

⁽¹⁾ Per share amounts calculated using the average shares outstanding throughout the period.

See Notes to Financial Statements

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The REMS International Real Estate Value-Opportunity Fund (the "Fund"), is a non-diversified series of the World Funds Trust ("WFT" or "Trust"); which is registered under The Investment Company Act of 1940, as amended, as an open-end management company. WFT was organized as a Delaware statutory trust on April 9, 2007 and may issue its shares of beneficial interest in separate series and issue classes of any series or divide shares of any series into two or more classes. The Fund commenced operations March 19, 2014 as a series of WFT. The Fund currently offers Founders Shares.

The investment objective of the Fund is to achieve long-term capital growth and current income through a portfolio of securities of publicly traded real estate companies located outside the U.S. that may include REITs, real estate operating companies and other publicly traded companies whose asset base is primarily real estate.

The Fund follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board ("FASB") Accounting Standard Codification Topic 946 "Financial Services - Investment Companies". The following is a summary of significant accounting policies consistently followed by the Fund. The policies are in conformity with accounting principles generally accepted in the United States of America ("GAAP").

Security Valuation

The Fund's securities are valued at current market prices. Investments traded on a principal exchange (U.S. or foreign) or included in the NASDAQ National Market System are valued at the last reported sales price on the exchange on which the securities are traded as of the close of business on the last day of the period or, lacking any sales, at the last available bid price. In cases where securities are traded on more than one exchange, the securities are valued on the exchange designated by or under the authority of the Fund's Board of Trustees. Short-term debt securities (less than 60 days to maturity) are valued at their fair market value using amortized cost. Securities traded in the over-the-counter market are valued at the last available sale price in the over-the-counter market prior to time of valuation. Securities for which market quotations are not readily available are valued on a consistent basis at fair value as determined in good faith by or under the direction of the Fund's officers in a manner specifically authorized by the Board of Trustees of the Fund. Depositary Receipts ("ADR" and "GDR") will be valued at the closing price of the instrument last determined prior to time of valuation unless the Fund is aware of a material change in value. ADRs and GDRs for which such a value cannot be readily determined will be valued at the closing price of the underlying security adjusted for the exchange rate. Portfolio securities which are primarily traded on foreign exchanges are translated into U.S. dollars at the current exchange rate. If values of foreign securities have been materially affected by events occurring after the close of a foreign market, foreign securities may be valued by another method that the Board of Trustees believes reflects fair value.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND

NOTES TO THE FINANCIAL STATEMENTS - continued

December 31, 2016

The Fund has a policy that contemplates the use of fair value pricing to determine the NAV per share of the Fund when market prices are unavailable as well as under special circumstances, such as: (i) if the primary market for a portfolio security suspends or limits trading or price movements of the security; and (ii) when an event occurs after the close of the exchange on which a portfolio security is principally traded that is likely to have changed the value of the security. The Fund may use fair value pricing more often due to the Fund's global focus.

When the Fund uses fair value pricing to determine the NAV per share of the Fund, securities will not be priced on the basis of quotations from the primary market in which they are traded, but rather may be priced by another method that the Board believes accurately reflects fair value. Any method used will be approved by the Board and results will be monitored to evaluate accuracy. The Fund's policy is intended to result in a calculation of the Funds' NAV that fairly reflects security values as of the time of pricing. However, fair values determined pursuant to the Fund's procedures may not be the values that the fund ultimately realizes from the disposal of such securities and may vary significantly from the fair values presented.

Various inputs are used in determining the value of a Fund's investments. GAAP established a three-tier hierarchy of inputs to establish a classification of fair value measurements for disclosure purposes. Level 1 includes quoted prices in active markets for identical securities. Level 2 includes other significant observable market-based inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Level 3 includes significant unobservable inputs (including the Fund's own assumptions in determining 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.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
NOTES TO THE FINANCIAL STATEMENTS – continued
December 31, 2016

The following is a summary of the inputs used to value the Fund’s investments as of December 31, 2016:

	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Common Stocks				
Diversified	\$ 4,564,109	\$ -	\$-	\$ 4,564,109
Hotel	1,750,238	-	-	1,750,238
Office/Industrial	5,323,417	-	-	5,323,417
Multi-Family/ Housing	2,570,098	-	-	2,570,098
Retail	<u>2,819,781</u>	<u>-</u>	<u>-</u>	<u>2,819,781</u>
Total Common Stock	<u>17,027,643</u>	<u>-</u>	<u>-</u>	<u>17,027,643</u>
Exchange Traded Funds	<u>811,800</u>	<u>-</u>	<u>-</u>	<u>811,800</u>
Money Market	<u>2,778,288</u>	<u>-</u>	<u>-</u>	<u>2,778,288</u>
	<u><u>\$20,617,731</u></u>	<u><u>\$ -</u></u>	<u><u>\$-</u></u>	<u><u>\$20,617,731</u></u>

Refer to the Fund’s Schedule of Investments for a listing of the securities by type.

During the year ended December 31, 2016, there were transfers of \$810,744 from Level 2 into 1. The Fund recognizes transfers between fair value hierarchy levels at the end of the reporting period. The Fund held no Level 3 securities at any time during the year ended December 31, 2016. A security held at December 31, 2015 was valued using the December 30, 2015 price, making it a Level 2 security. At December 31, 2016, this same security was valued using the December 31, 2016 price making it a Level 1 security.

Security Transactions and Income

Security transactions are accounted for on the trade date. The cost of securities sold is determined generally on a specific identification basis. Realized gains and losses from security transactions are determined on the basis of identified cost for book and tax purposes. Dividend income is recorded on the ex-dividend date. Interest income is recorded on an accrual basis.

Accounting Estimates

In preparing financial statements in conformity with GAAP, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND

NOTES TO THE FINANCIAL STATEMENTS - continued

December 31, 2016

Federal Income Taxes

The Fund intends to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income to its shareholders. The Fund also intends to distribute sufficient net investment income and net capital gains, if any, so that it will not be subject to excise tax on undistributed income and gains. Therefore, no federal income tax or excise provision is required.

Management has analyzed the Fund's tax positions for its initial tax year (2014) and 2015 and expected to be taken in the Fund's 2016 tax returns and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken in the Fund's tax returns. The Fund has no examinations in progress and management is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months. Interest and penalties, if any, associated with any federal or state income tax obligations are recorded as income tax expense.

Reclassification of Capital Accounts

GAAP requires that certain components of net assets be reclassified between financial and tax reporting. These reclassifications have no effect on net assets or net asset value per share. For the year ended December 31, 2016, such reclassifications reduced accumulated net investment income and decreased accumulated net realized loss on investments by \$1,429.

Currency Translation

The market values of foreign securities, currency holdings, other assets and liabilities initially expressed in foreign currencies are recorded in the financial statements after translation to U.S. dollars based on the exchange rates at the end of the period. The cost of such holdings is determined using historical exchange rates. Income and expenses are translated at approximate rates prevailing when accrued or incurred. The Fund does not isolate that portion of gains and losses on investments which is due to changes in foreign exchange rates from that which is due to changes in market prices of the investments. Such fluctuations are included with the net realized and unrealized gains and losses from investments. Foreign securities and currency transactions may involve certain considerations and risks not typically associated with those of domestic origin.

Real Estate Investment Trust Securities

The Fund has made certain investments in real estate investment trusts ("REITs") which make distributions to their shareholders based upon available funds from operations. A domestic REIT is generally not taxed on income distributed to shareholders so long as it meet certain tax related requirements, including the

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND

NOTES TO THE FINANCIAL STATEMENTS – continued

December 31, 2016

requirement that it distribute substantially all of its taxable income to its shareholders. Foreign REITs and REIT-like entities that are organized outside of the U.S. and have operations may receive tax treatment similar to that of U.S. REITs in their respective countries. Management does not estimate the tax character of REIT distributions for which actual information has not been reported.

Derivatives

The Fund may use derivatives to earn income and enhance returns, to increase or decrease exposure to a particular market, to manage or adjust the risk profile of the Fund, or as alternatives to direct investments. Derivatives may be used for hedging or non-hedging purposes. While hedging can reduce or eliminate losses, it can also reduce or eliminate gains. When the Fund uses derivatives as an investment to increase market exposure, or for hedging purposes, gains and losses from derivative instruments may be substantially greater than the derivative's original cost. Derivatives can be volatile and may involve significant risks, including credit risk, currency risk, leverage risk, liquidity risk and index risk.

The Fund follows the disclosure provisions of FASB ASC 815, Derivatives and Hedging ("ASC 815"). ASC 815 requires enhanced disclosures about the Fund's use of and accounting for derivative instruments and the effect of derivative instruments on the Fund's results of operations and financial position, as well as disclosure about credit risk related contingent features in derivative agreements. Disclosure regarding derivative fair value and gain (loss) by contract type is required and derivatives accounted for as hedging instruments under ASC 815 must be disclosed separately from those that do not qualify for hedge accounting. Even though the Fund may use derivatives in an attempt to achieve an economic hedge, the Fund's derivatives are not accounted for as hedging instruments under ASC 815 because investment companies account for their derivatives at fair value and record any changes in fair value in current period earnings. The Fund values its derivatives at fair value, and recognizes changes in fair value currently in its Statement of Operations.

Short Sales

A short sale is a transaction in which the Fund sells a security it does not own in anticipation of a decline in market price. Currently, the Fund engages in selling securities short. To sell a security short, the Fund must borrow the security. The Fund's obligation to replace the security borrowed and sell short will be fully collateralized at all times by the proceeds from the short sale retained by the broker and cash securities deposited in a segregated account with the Fund's custodian. The Fund will incur a loss as a result of a short sale if the price of the borrowed security increases between the date of the short sale and the date on which the Fund buys and replaces such borrowed security. The Fund will realize a gain if there is a decline in price of the security between those dates where decline exceeds costs of the borrowing of the security and other transaction costs. There can be no assurance that the Fund will be able to close out a short position at any particular time or at an acceptable price.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND

NOTES TO THE FINANCIAL STATEMENTS - continued

December 31, 2016

Although the Fund's gain is limited to the amount at which it sold a security short, its potential loss is unlimited in size. Until the Fund replaces a borrowed security, it will maintain at all times cash, U.S. Government securities, or other liquid securities in an amount which, when added to any amount deposited with a broker as collateral will at least equal the current market value of the security sold short. Any realized gain will be decreased, and any realized loss increased by the amount of transaction costs. At December 31, 2016, there were no securities that were sold short or transaction costs.

Security Transactions and Dividends

Security transactions are accounted for on the trade date. The cost of securities sold is generally determined on a specific identification basis. Dividend income is recorded on the ex-dividend date. Interest income is recorded on an accrual basis. Withholding taxes on foreign dividends have been provided for in accordance with the Fund's understanding of the applicable country's tax rules and rates.

NOTE 2 - INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Pursuant to an Investment Advisory Agreement, the Advisor, Real Estate Management Services Group ("REMS"), provides investment advisory services for an annual fee of 1.00% of the average daily net assets of the Fund.

REMS received, waived, and reimbursed expenses for the year ended December 31, 2016 as follows:

<u>Management Fee Earned</u>	<u>Management Fee Waived</u>	<u>Expenses Reimbursed</u>
\$108,812	\$108,812	\$60,351

In the interest of limiting the operating expenses of the Fund, REMS has contractually agreed to waive its fees and to reimburse expenses until December 31, 2016, so that there will be no annual fund operating expenses for the Founders shares through that date. The Advisor will have no opportunity to recoup these waivers and expense reimbursements at any time in the future.

The Fund has adopted a shareholder service plan. Under a shareholder services plan, the Fund may pay an authorized firm up to 0.25% on an annualized basis of average daily net assets attributable to its customers who are shareholders. For this fee, the authorized firms may provide a variety of services, such as: 1) receiving and processing shareholder orders; 2) performing the accounting for the shareholder's account; 3) maintaining retirement plan accounts; 4) answering questions and handling correspondence for individual accounts; 5) acting as the sole shareholder of record for individual shareholders; 6) issuing shareholder reports and transaction confirmations; 7) executing daily investment "sweep" functions; and 8) furnishing investment advisory services. For the year ended December 31, 2016, shareholder service fees of \$3,707 were incurred.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
NOTES TO THE FINANCIAL STATEMENTS – continued
December 31, 2016

First Dominion Capital Corp. (“FDCC”) acts as the Fund’s principal underwriter in the continuous public offering of the Fund’s shares. For the year ended December 31, 2016, no underwriting fees were received by FDCC in connection with the distribution of the Fund’s shares.

Commonwealth Fund Services, Inc. (“CFS”) acts as the Fund’s administrator and transfer and dividend disbursing agent. As administrator, CFS provides shareholder recordkeeping, administrative and blue-sky filing services and earned no fees for the year ended December 31, 2016. As the Fund’s transfer agent and dividend disbursing agent, CFS earned no fees for its services for the year ended December 31, 2016.

Certain officers of the Trust are also officers and/or directors of FDCC and CFS. Additionally, John H. Lively of the The Law Offices of John H. Lively and Associates, Inc., a member of The 1940 Act Law Group™, serves as legal counsel to the Trust. John H. Lively, Secretary of the Trust, is the owner of the Law Offices of John H. Lively and Associates, Inc. Mr. Lively receives no special compensation from the Trust or the Fund for serving as an officer of the Trust.

NOTE 3 – INVESTMENTS

The cost of purchases and the proceeds from sales of securities other than short-term notes for the year ended December 31, 2016, were as follows:

<u>Purchases</u>	<u>Sales</u>
\$14,749,194	\$3,712,865

The above amounts do not include the following:

<u>Proceeds from Short Sales</u>	<u>Purchases to Cover Short Securities</u>
\$192,645	\$189,930

NOTE 4 – DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS OF CAPITAL

Distributions are determined on a tax basis and may differ from net investment income and realized capital gains for financial reporting purposes. Differences may be permanent or temporary. Permanent differences are reclassified among capital accounts in the financial statements to reflect their tax character. Temporary differences arise when certain items of income, expense, gain, or loss are recognized in different periods for financial statement and tax purposes; these differences will reverse at some time in the future. Differences in classification may also result from the treatment of short-term gains as ordinary income for tax purposes.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND
NOTES TO THE FINANCIAL STATEMENTS - continued
December 31, 2016

Income dividends declared by the Fund are reallocated at December 31 to ordinary income, capital gains, and return of capital to reflect their tax character.

The tax character of distributions paid during the year ended December 31, 2016 and the year ended December 31, 2015 was as follows:

	<u>Year ended</u> <u>December 31, 2016</u>	<u>Year ended</u> <u>December 31, 2015</u>
Distributions paid from:		
Ordinary income	\$142,222	\$231,356
Long-term capital gains	<u> -</u>	<u>26,743</u>
	<u>\$142,222</u>	<u>\$258,099</u>

As of December 31, 2016, the Fund had a capital loss carryforward of \$270,292 available at offset future capital gains, if any, to the extent that this carryforward is used to offset future capital gains, it is probable that the amount which is offset will not be distributed to shareholders. This may be carried forward indefinitely. \$15,016 is considered short-term capital gain and \$255,276 is considered long-term capital gain.

As of December 31, 2016, the components of distributable earnings on a tax basis were as follows:

Accumulated net investment income	\$ 174,823
Accumulated net realized gain (loss) on investment	(270,292)
Net unrealized depreciation on investments and foreign currency	<u>(697,645)</u>
	<u>\$(793,114)</u>

The difference between book basis and tax basis of distributable earnings is attributable primarily to the deferral of losses on wash sales.

As of December 31, 2016, the cost of securities for Federal Income tax purposes and the related tax-based net unrealized appreciation (depreciation) consists of:

<u>Cost</u>	<u>Gross Unrealized</u> <u>Appreciation</u>	<u>Gross Unrealized</u> <u>Depreciation</u>	<u>Total Unrealized</u> <u>Appreciation</u> <u>(Depreciation)</u>
\$21,271,541	\$562,203	\$(1,259,758)	\$(697,555)

NOTE 5 – CAPITAL STOCK TRANSACTIONS

Capital stock transactions were:

	<u>Founders Class Shares</u>	
	<u>Year ended</u> <u>December 31, 2016</u>	<u>Year ended</u> <u>December 31, 2015</u>
Shares sold	1,274,181	489,600
Shares reinvested	9,841	17,209
Shares redeemed	<u>(47,350)</u>	<u>-</u>
Net increase (decrease)	<u>1,236,672</u>	<u>506,809</u>

NOTE 6 – RISKS AND CONCENTRATIONS

The Fund concentrates its assets in the real estate industry. An investment in the Fund involves many of the risks of investing directly in real estate such as declining real estate values, changing economic conditions and increasing interest rates.

The Fund invests a significant amount (13.66% of its net assets as of December 31, 2016) in UMB’s Money Market Fiduciary. UMB’s Money Market Fiduciary acts as a bank deposit for the Fund, providing an interest bearing account for short-term investment purposes. This investment vehicle is not publicly traded on open markets. The performance of the Fund may be directly affected by the performance of UMB’s Money Market Fiduciary.

NOTE 7 – RISKS AND CONCENTRATIONS

The Fund concentrates its assets in the real estate industry. An investment in the Fund involves many of the risks of investing directly in real estate such as declining real estate values, changing economic conditions and increasing interest rates. The Fund also engages in borrowing for leverage. The Fund has the ability to borrow funds (leverage) on a secured basis to invest in portfolio securities. However, the Fund may have no leverage for an extended period of time when the Fund believes that leverage is not in the best interest of the Fund. Borrowings can be made only to the extent that the value of the Fund’s assets, less its liabilities other than borrowings, is equal to at least 300% of all borrowings (including proposed borrowing).

Leverage creates an opportunity for increased income and capital appreciation but at the same time, it creates special risks that will increase the Fund’s exposure to capital risk. There is no assurance that the use of a leveraging strategy will be successful during any period in which it is used.

REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND

NOTES TO THE FINANCIAL STATEMENTS - continued

December 31, 2016

The Fund will pay interest on these loans, and that interest expense will raise the overall expenses of the Fund and reduce its returns. If the Fund does borrow, its expenses will be greater than comparable mutual funds that do not borrow for leverage. To secure the Fund's obligation on these loans, the Fund will pledge portfolio securities in an amount deemed sufficient by the lender. Pledged securities will be held by the lender and will not be available for other purposes. The Fund will not be able to sell pledged securities until they are replaced by other collateral or released by the lender. Under some circumstances, this may prevent the Fund from engaging in portfolio transactions it considers desirable. The lender may increase the amount of collateral needed to cover a loan or demand repayment of a loan at any time. This may require the Fund to sell assets it would not otherwise choose to sell at that time.

To the extent the income or capital appreciation derived from securities purchases with Fund assets received from leverage exceeds the cost of leverage; the Fund's return will be greater than if leverage had not been used. Conversely, if the income or capital appreciation from the securities purchases with such Fund assets is not sufficient to cover the cost of leverage, the return on the funds available for distribution to shareholders will be reduced and less than they would have been if no leverage had been used. Nevertheless, the Fund may determine to maintain the Fund's leveraged position if it deems such action to be appropriate under the circumstances.

The Fund has the leverage agreement with ConvergeEx Group. The interest rate charged for these borrowings is Fed Fund open rate plus 50 basis points. During the year ended December 31, 2016, the Fund did not borrow for leverage. At December 31, 2016, the Fund had no outstanding borrowings.

NOTE 8 - SUBSEQUENT EVENTS

Management has evaluated all transactions and events subsequent to the date of the balance sheet through the date on which these financial statements were issued. Except as already included in the notes to these financial statements, no additional items require disclosure.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Trustees of the World Funds Trust and the shareholders of REMS International Real Estate Value-Opportunity Fund

We have audited the accompanying statement of assets and liabilities of the REMS International Real Estate Value-Opportunity Fund (the "Fund"), a series of the World Funds Trust, including the schedule of investments, as of December 31, 2016, 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 two years in the period then ended and for the period March 19, 2014 (commencement of operations) to December 31, 2014. 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. The Fund is not required to have, nor were we engaged to perform, an audit of its 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, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of December 31, 2016, by correspondence with the custodian and brokers. 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 REMS International Real Estate Value-Opportunity Fund as of December 31, 2016, and 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 its financial highlights for each of the two years in the period then ended and for the period March 19, 2014 to December 31, 2014, in conformity with accounting principles generally accepted in the United States of America.

**Philadelphia, Pennsylvania
March 1, 2017**

TAIT, WELLER & BAKER LLP

SUPPLEMENTAL INFORMATION
WORLD FUNDS TRUST (The "Trust") (unaudited)

Information pertaining to the trustees and officers of the Trust is set forth below. The names, addresses and birth years of the trustees and officers of the Trust, together with information as to their principal occupations during the past five years, are listed below. The trustees who are considered "interested persons" as defined in Section 2(a)(19) of the 1940 Act, as well as those persons affiliated with the investment advisor and the principal underwriter, and officers of the Trust, are noted with an asterisk (*). The Statement of Additional Information (the "SAI") includes additional information about the trustees and is available without charge upon request by calling, toll-free, (800) 673-0550.

Following is a list of the Trustees and executive officers of the Trust and their principal occupation over the last five years.

NON-INTERESTED TRUSTEES					
Name, Address and Age	Position(s) Held with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Funds in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
David J. Urban 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1955	Trustee	Indefinite, Since June 2010	Dean, Jones College of Business, Middle Tennessee State University since July 2013; Virginia Commonwealth University, Professor of Marketing from 1989 to 2013.	49	None
Mary Lou H. Ivey 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year : 1958	Trustee	Indefinite, Since June 2010	Accountant, Harris, Hardy & Johnstone, P.C., accounting firm, since 2008.	49	None

SUPPLEMENTAL INFORMATION - continued
WORLD FUNDS TRUST (The "Trust") (unaudited)

Name, Address and Age	Position(s) Held with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Funds in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
<p>Theo H. Pitt, Jr. 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year : 1936</p>	<p>Trustee</p>	<p>Indefinite; Since August 2013</p>	<p>Senior Partner, Community Financial Institutions Consulting (bank consulting) since 1997 to present.</p>	<p>49</p>	<p>Independent Trustee of Gardner Lewis Investment Trust for the one series of that trust; Leeward Investment Trust for the one series of that trust; Hillman Capital Management Investment Trust for the one series of that trust; and Starboard Investment Trust for the 17 series of that trust; (all registered investment companies).</p>

SUPPLEMENTAL INFORMATION - continued
WORLD FUNDS TRUST (The "Trust") (unaudited)

OFFICERS WHO ARE NOT TRUSTEES					
Name, Address and Age	Position(s) Held with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Funds in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
John Pasco III 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1945	President and Principal Executive Officer	Indefinite, Since June 2010	President, Treasurer and Director of Commonwealth Fund Services, Inc., the Trust's Administrator, Transfer Agent, Disbursing Agent, and Accounting Services Agent since 1993; and President and Director of First Dominion Capital Corp. , the Trust's underwriter. Mr. Pasco is a certified public accountant.	N/A	N/A
Karen M. Shupe 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1964	Treasurer and Principal Financial Officer	Indefinite, Since June 2008	Managing Director of Fund Operations, Commonwealth Fund Services, Inc., 2003-present.	N/A	N/A

SUPPLEMENTAL INFORMATION - continued
WORLD FUNDS TRUST (The "Trust") (unaudited)

Name, Address and Age	Position(s) Held with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Funds in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
David Bogaert 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1963	Vice President	Indefinite, Since November 2013	Managing Director of Business Development, Commonwealth Fund Services, Inc., October 2013 - present; Senior Vice President of Business Development and other positions for Huntington Asset Services, Inc. from 1986 to 2013.	N/A	N/A
Ann T. MacDonald 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1954	Assistant Treasurer	Indefinite, Since November 2015	Director, Fund Administration and Fund Accounting, Commonwealth Fund Services, Inc., 2003 - present.	N/A	N/A
John H. Lively 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1969	Secretary	Indefinite, Since November 2013	Attorney, The Law Offices of John H. Lively & Associates, Inc. (law firm), March 2010 to present.	N/A	N/A

SUPPLEMENTAL INFORMATION - continued
WORLD FUNDS TRUST (The "Trust") (unaudited)

Name, Address and Age	Position(s) Held with the Trust	Term of Office and Length of Time Served	Principal Occupation(s) During the Past Five Years	Number of Funds in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Holly B. Giangiulio 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1962	Assistant Secretary	Indefinite, Since May 2015	Managing Director, Corporate Operations, Commonwealth Fund Services, Inc., January 2015-present, Corporate Accounting and HR Manager from 2010 to 2015.	N/A	N/A
Julian G. Winters 8730 Stony Point Pkwy Suite 205 Richmond, VA 23235 Birth Year: 1968	Chief Compliance Officer	Indefinite, Since August 2013	Managing Member of Watermark Solutions, LLC (investment compliance and consulting) since March 2007.	N/A	N/A

VOTING PROXIES ON FUND PORTFOLIO SECURITIES

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities held in the Fund's portfolio is available, without charge and upon request, by calling 1-800-673-0550 or on the SEC's website at www.sec.gov. Information regarding how the Fund voted proxies relating to portfolio securities during the most recent twelve months ended June 30 is available, without charge and upon request, by calling 1-800-673-0550 or on the SEC's website at www.sec.gov.

QUARTERLY PORTFOLIO HOLDINGS

The Fund files with the SEC a complete schedule of its portfolio holdings, as of the close of the first and third quarters of its fiscal year, on "Form N-Q". These filings are available without charge and upon request, by calling 1-800-527-9525 or on the SEC's website at www.sec.gov. The Fund's Forms N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

APPROVAL OF INVESTMENT ADVISORY CONTRACT RENEWAL

Fund Counsel reviewed with the Board the memorandum from Counsel dated October 20, 2016 and addressed to the Trustees that summarized, among other things, the fiduciary duties and responsibilities of the Board in reviewing and approving the renewal of the Advisory Agreements between Real Estate Management Services Group, LLC (the "Adviser" or "REMS", solely for purposes of this portion of the minutes) and the Trust on behalf of each of the REMS Real Estate Value-Opportunity Fund, the REMS International Real Estate Value-Opportunity Fund, and the REMS Real Estate Income 50/50 Fund (collectively, the "REMS Funds"). A copy of this memorandum was circulated to the Trustees in advance of the Meeting. Fund Counsel discussed with the Trustees the types of information and factors that should be considered by the Board in order to make an informed decision regarding the approval of the continuation of the Advisory Agreements, including the following material factors: (i) the nature, extent, and quality of the services provided by the Adviser; (ii) the investment performance of the REMS Funds and REMS; (iii) the costs of the services to be provided and profits to be realized by the Adviser from the relationship with the REMS Funds; (iv) the extent to which economies of scale would be realized if the REMS Funds grow and whether advisory fee levels reflect those economies of scale for the benefit of the REMS Funds' investors; and (v) the Adviser's practices regarding possible conflicts of interest.

In assessing these factors and reaching its decisions, the Board took into consideration information furnished for the Board's review and consideration throughout the year at regular Board meetings, as well as information specifically prepared and/or presented in connection with the annual renewal process, including information presented to the Board in the Adviser's presentation at the Meeting. The Board requested and was provided with information and reports relevant to the annual renewal of the Advisory Agreements, including: (i) reports regarding the

**REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND - continued
SUPPLEMENTAL INFORMATION (unaudited)**

services and support provided to the REMS Funds and their shareholders; (ii) quarterly assessments of the investment performance of the REMS Funds; (iii) commentary on the reasons for the performance; (iv) presentations by REMS Funds' management addressing the investment philosophy, investment strategy, personnel and operations utilized in managing the REMS Funds; (v) compliance reports concerning the REMS Funds and the Adviser; (vi) disclosure information contained in the registration statement of the Trust and the Form ADV of the Adviser; and (vii) a memorandum from Counsel, that summarized the fiduciary duties and responsibilities of the Board in reviewing and approving the Advisory Agreements, including the material factors set forth above and the types of information included in each factor that should be considered by the Board in order to make an informed decision.

The Board also requested and received various informational materials including, without limitation: (i) documents containing information about the Adviser, including financial information, a description of personnel and the services provided to the REMS Funds, information on investment advice, performance, summaries of fund expenses, compliance program, current legal matters, and other general information; (ii) comparative expense and performance information for other mutual funds with strategies similar to the REMS Funds; (iii) the anticipated effect of size on the REMS Funds' performance and expenses; and (iv) benefits to be realized by the Adviser from its relationship with the REMS Funds. The Board did not identify any particular information that was most relevant to its consideration to approve the Advisory Agreements and each Trustee may have afforded different weight to the various factors.

In deciding whether to approve the Advisory Agreements, the Trustees considered numerous factors, including:

The nature, extent, and quality of the services to be provided by REMS.

In this regard, the Board considered the responsibilities REMS would have under the Advisory Agreements. The Board reviewed the services to be provided by REMS to the REMS Funds including, without limitation: the Adviser's procedures for formulating investment recommendations and assuring compliance with the REMS Funds' investment objectives and limitations; its coordination of services for the REMS Funds among the REMS Funds' service providers; and the anticipated efforts to promote the REMS Funds, grow their assets, and assist in the distribution of REMS Funds' shares. The Board considered: REMS' staffing, personnel, and methods of operating; the education and experience of REMS personnel as well as their specific skill set suited to continue implementing each REMS Fund's investment strategy; and REMS' compliance program, policies, and procedures. After reviewing the foregoing and further information from REMS, the Board concluded that the quality, extent, and nature of the services to be provided by REMS were satisfactory and adequate for each of the REMS Funds.

**REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND - continued
SUPPLEMENTAL INFORMATION (unaudited)**

Investment Performance of the REMS Funds and REMS.

In considering the investment performance of the REMS Funds and the Adviser, the Trustees compared the short and long-term performance of the REMS Funds with the performance of funds with similar objectives managed by other investment advisers, as well as with aggregated peer group data. The Trustees also compared the short and long-term performance of the REMS Funds (other than the REMS International Real Estate Value-Opportunity Fund) with the performance of other accounts managed by the Adviser with similar objectives, strategies and holdings as those of the REMS Funds. The Trustees noted that the performance was similar between the REMS Funds and the other accounts and that the rationale for any differences could be attributed to cash flow and differences in restrictions placed on the separate accounts relative to the REMS Funds such as prohibitions on leverage and shorting strategies. It was noted that the REMS Real Estate Value-Opportunity Fund, for the one-year, five-year and 10-year periods outperformed its category average (Real Estate Category), but for the three-year it underperformed its category average. It was noted that for the REMS Real Estate Income 50/50 Fund, for the one-year and 10-year periods outperformed its category average (Real Estate Category) and it underperformed the category average for each of the three-year and five-year periods. It was noted that the REMS International Real Estate Value-Opportunity Fund underperformed its category average (Global Real Estate Category) for the one-year period. The Trustees considered that while the REMS Funds are grouped into the Real Estate and Global Real Estate Categories, they are unlike other funds in the categories due to their holdings and strategies. Based on these considerations, the Board concluded that the performance of each of the REMS Funds was satisfactory.

The costs of the services to be provided and profits to be realized by REMS from the relationship with the REMS Funds.

In considering the costs of the services to be provided and profits to be realized by REMS from the relationship with the REMS Funds, the Trustees considered REMS' staffing, personnel, and methods of operating; the financial condition of REMS and the level of commitment to the REMS Funds by REMS and its principals; the expected asset levels of the REMS Funds; and the projected overall expenses of the REMS Funds. The Trustees considered financial statements of REMS and discussed the financial stability and productivity of the firm. The Trustees noted that REMS was profitable. The Trustees considered the fees and expenses of the REMS Funds (including the management fee) relative to other funds comparable in terms of the type of fund, the nature of its investment strategy, its style of investment management, and its size, among other factors. It was noted that the fees were above the category average for the REMS Real Estate Value-Opportunity Fund and below the Category average for the REMS Real Estate Income 50/50 Fund and REMS International Real Estate Value-Opportunity Fund. The Trustees considered the management fee charged by REMS to separately managed accounts in the Value Opportunity style and that such fee was less than that charged to the REMS Real Estate Value-Opportunity Fund. The Trustees considered the difference in fees for the REMS Real Estate Value-Opportunity Fund relative to similar separately managed accounts and made a business assessment that the differences were appropriate. The Trustees considered

**REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND - continued
SUPPLEMENTAL INFORMATION (unaudited)**

that the management fee charged by REMS to accounts similar to the REMS Real Estate Income 50/50 Fund are the same. The Trustees considered that there are no accounts managed in a manner that is similar to the REMS International Real Estate Value-Opportunity Fund. The Trustees noted that the REMS Funds, other than the REMS International Real Estate Value-Opportunity Fund, had an expense limitation arrangement in place for the next 10 years – it was noted that REMS was maintaining an arrangement for REMS International Real Estate Value-Opportunity Fund to reimburse all of its expenses until that Fund had established a longer track record. Following this analysis and upon further consideration and discussion of the foregoing, the Board concluded that the fees to be paid to REMS by each of the REMS Funds were fair and reasonable.

The extent to which economies of scale would be realized as the REMS Funds grow and whether advisory fee levels reflect these economies of scale for the benefit of the REMS Funds' investors.

In this regard, the Board considered the REMS Funds' fee arrangements with REMS. The Trustees determined that although the management fee would stay the same as asset levels increased, the shareholders of the REMS Funds would benefit from the expense limitation arrangements in place for each of the REMS Funds. The Trustees also noted that the REMS Funds would benefit from economies of scale under its agreements with some of its service providers other than REMS. Following further discussion of the REMS Funds' asset levels, expectations for growth, and levels of fees, as well as the other contractual fee structures that were in place for the REMS Funds, the Board determined that each of the REMS Funds' fee arrangements, in light of all the facts and circumstances, were fair and reasonable and structured so as to allow each of the REMS Funds to realize the benefits of economies of scale as each of the REMS Funds grow, as well as immediately because of the expense limitation arrangements.

Possible conflicts of interest and benefits derived by REMS.

In considering REMS' practices regarding conflicts of interest, the Trustees evaluated the potential for conflicts of interest and considered such matters as the experience and ability of the advisory and compliance personnel assigned to the REMS Funds; the basis for soft dollar payments with broker-dealers; the basis of decisions to buy or sell securities for the REMS Funds and/or REMS' other accounts; and the substance and administration of REMS' code of ethics. It was also noted that separately managed accounts by REMS were generally available only to accounts with a minimum of \$5 million. It was noted that REMS had no affiliates. Based on the foregoing, the Board determined that REMS' standards and practices relating to the identification and mitigation of possible conflicts of interest were satisfactory. It was noted that REMS indicated that it may benefit from increased market exposure by its association with the Trust.

After additional consideration of the factors delineated in the memorandum provided by Counsel and further discussion among the Board, the Board determined that the compensation payable under the Agreements was fair, reasonable and within a range of what could have been negotiated at arms-length in light of all the surrounding circumstances, and they resolved to approve the Agreements for a one-year term.

Fund Expenses Example

As a shareholder of the Fund, you incur ongoing costs, including management fees and other Fund expenses. This example is 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. The example is based on an investment of \$1,000 invested at the beginning of the period, July 1, 2016 and held for the six months ended December 31, 2016.

Actual Expenses Example

The first line of the table below 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 the period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The second line of the table below 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 the 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 this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as redemption fees. Therefore, the second line of the 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.

**REMS INTERNATIONAL REAL ESTATE VALUE-OPPORTUNITY FUND – continued
FUND EXPENSES (unaudited)**

Founders Class Shares	Beginning Account Value (7/1/16)	Ending Account Value (12/31/16)	Annualized Expense Ratio***	Expenses Paid During Period Ended* (12/31/16)
Actual	\$1,000	\$1,030.70	0.01%	\$0.10
Hypothetical**	\$1,000	\$1,024.90	0.01%	\$0.10

* Expenses are equal to the Fund’s annualized expense ratio multiplied by the average account value for the period, multiplied by 184 days in the most recent fiscal half year divided by 366 days in the current year.

** 5% return before expense

*** For the six months ended December 31, 2016, fees waived by the Advisor reduced the Annualized Expense Ratio by 1.55%.

Investment Adviser:

Real Estate Management Services Group, LLC
1100 Fifth Avenue South, Suite 305
Naples, Florida 34102

Distributor:

First Dominion Capital Corp.
8730 Stony Point Parkway, Suite 205
Richmond, Virginia 23235

Independent Registered Public Accounting Firm:

Tait, Weller and Baker LLP
1818 Market Street, Suite 2400
Philadelphia, Pennsylvania 19103

Transfer Agent and Administrator:

Commonwealth Fund Services, Inc.
8730 Stony Point Parkway, Suite 205
Richmond, Virginia 23235

Legal Counsel:

The Law Offices of John H. Lively & Associates, Inc.
A member firm of the 1940 Act Law Group™
11300 Tomahawk Creek Parkway, Suite 210
Leawood, Kansas 66211

More Information:

For 24 hour, 7 days a week price information, and for information on any series of the World Funds Trust., investment plans, and other shareholder services, call Commonwealth Fund Services, Inc. toll-free at (800) 673-0550.