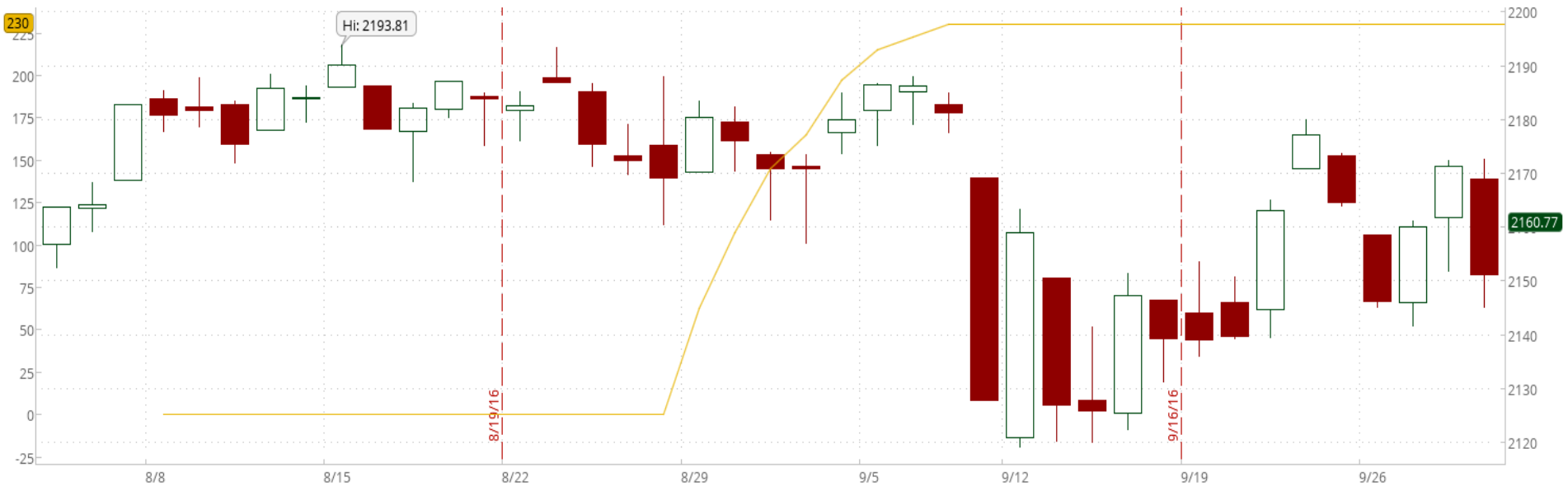




IMPLEMENTATION EXAMPLE

26-Aug-16 **SPX : 2169** **VIX: 13.65**
9-Sep-16 **SPX : 2128** **VIX: 17.50** **14 days lapsed**

		Inception 26-Aug		Expiration 9-Sep	P/(L) 14 Days
Put 1870	B	(\$0.23)	S	\$0.00	(\$0.23)
Put 2035	S	\$1.58	B	\$0.00	\$1.58
Call 2215	S	\$1.05	B	\$0.00	\$1.05
Call 2275	B	(\$0.10)	S	\$0.00	(\$0.10)
Total		\$2.30		\$0.00	\$2.30



There is no guarantee that any investment strategy will achieve its objectives, generate profits or avoid losses.

Methodology

APPROACH: For each put option that is sold, the long option portfolio is rebalanced.

IMPLEMENTATION: The initial positions and subsequent adjustments are based on an algorithm developed by analyzing market data since 1985 with artificial intelligence programs, taking into consideration:

Seeking initial positions we believe have a greater probability of expiring worthless.

- **POSITIONS:** Position sizing will decrease and distance from the market will increase based on:
 - Theta option pricing model.
 - Theta Market Volatility Forecaster.
 - Theta Market Range Forecaster.

RISK MANAGEMENT: Delta hedging is done with S&P 500 futures and long options

Partial hedging is done with a fund loss of 0.5% to 1%.

Positions are 25% liquidated with a fund loss of 2.5%.

Positions are 50% liquidated with a fund loss of 5.0%.

Positions are 75% liquidated with a fund loss of 7.5%.

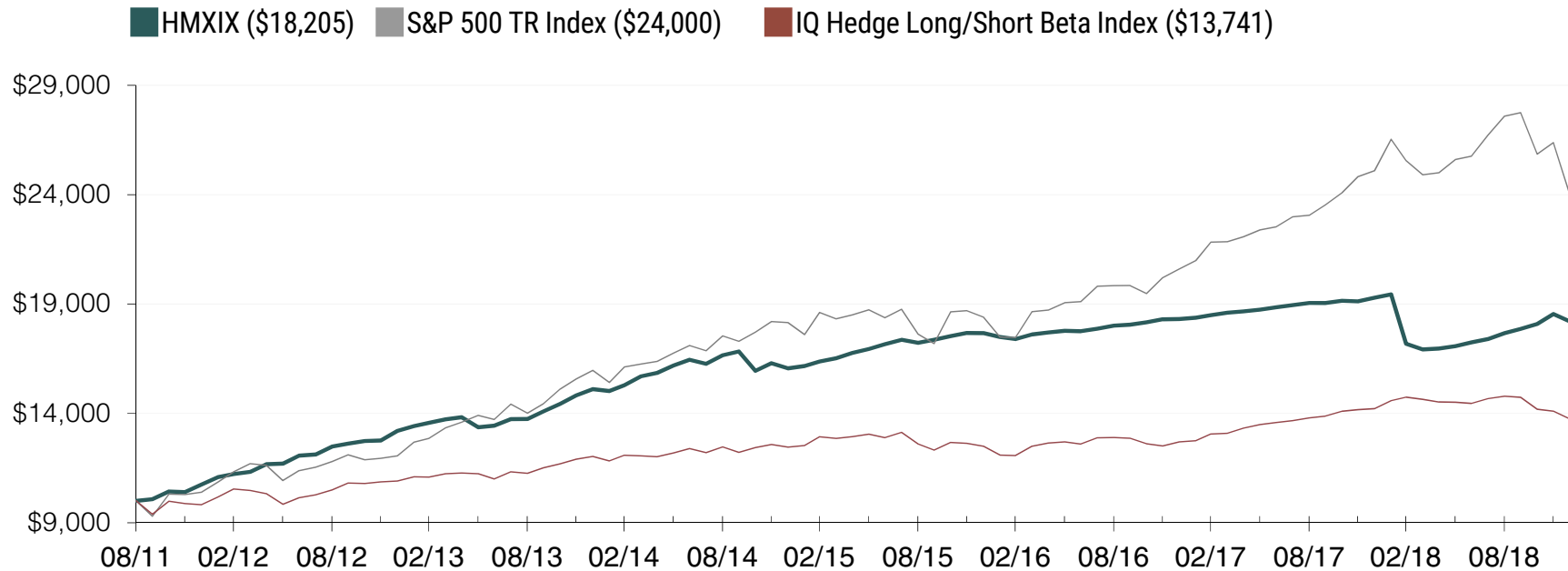
Positions are completely liquidated with a fund loss of 10%.

Hedging is a strategy that attempts to reduce risk, however the effectiveness of a hedge can be difficult to predict due to the fluctuating and uncertain nature of investments which can be the cause of additional costs and risks to the fund. There is no assurance the fund will meet its investment objective.

FUND PERFORMANCE

The AlphaCentric Hedged Market Opportunity Fund has delivered equity-like returns with lower volatility* since inception.

HISTORICAL CUMULATIVE RETURNS SINCE FUND SINCE INCEPTION¹ (as of 12/31/2018)



* HMXIX has a standard deviation of 6.62% compared to the S&P 500 TR Index with a standard deviation of 6.81% since inception.

1. Performance is past performance and does not guarantee future results. The performance shown before September 30, 2016 is for the Fund's Predecessor Fund (Theta Funds, L.P.). The Fund's management practices, investment goals, policies, objectives, guidelines and restrictions are, in all material respects, equivalent to the predecessor limited partnership. From its inception date, the predecessor limited partnership was not subject to certain investment restrictions, diversification requirements and other restrictions of the 1940 Act of the Code, if they had been applicable, it might have adversely affected its performance. In addition, the predecessor limited partnership was not subject to sales loads that would have adversely affected performance. Performance of the predecessor fund is not an indicator of future results. **2. The referenced indices are shown for general market comparisons and are not meant to represent the Fund. Investors cannot directly invest in an index; unmanaged index returns do not reflect any fees, expenses or sales charges.**

MANAGER BACKGROUND

Russell Kellites

Education

- Columbia University BS, Computer Science, ***Cum Laude***, focus on Artificial Intelligence
- Columbia University MS, Computer Science, (matriculated) focus on Artificial Intelligence
- Columbia University MBA, major Finance and Accounting

Work

- Goldman Sachs & Co, Associate
- Merrill Lynch & Co, Vice President
- -----
- Theta Capital Partners, Managing Director

SUMMARY & HOW TO INVEST

Three Reasons to Invest:

- 1 Seeks equity-like returns with lower volatility.
- 2 Quantitative approach targets disciplined performance.
- 3 Highly experienced manager.

How to Invest:


Share Class	Ticker	Minimum Investment	Gross Expense	Net Expense*
Institutional	HMXIX	\$2,500	3.08%	2.61%
Class A	HMXAX	\$2,500	3.81%	3.35%
Class C	HMXCX	\$2,500	2.91%	2.47%

*The Fund's advisor has contractually agreed to waive fees and/or reimburse expenses of the Fund to the extent necessary to limit operating expenses (excluding brokerage costs; underlying fund expenses; borrowing costs such as (a) interest and (b) dividends on securities sold short; taxes and, extraordinary expenses) at 2.24%, 2.99% and 1.99% for Class A shares, Class C shares and Class I shares, respectively, through July 31, 2019.

ADDITIONAL INFORMATION

For more information, please do not hesitate to contact us or visit www.AlphaCentricFunds.com

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 **(844) 223 - 8637**

 **Address**

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GLOSSARY

Morningstar Category assigned to this fund is the Large Blend Category.

S&P 500 Index: A market capitalization-weighted index that is used to represent the U.S. large-cap stock market.

S&P GSCI Index: A broad-based and production weighted index designed to represent the global commodity market beta.

MSCI World Index: Represents large and mid-cap equity performance across 23 developed markets countries, covering approximately 85% of the free float-adjusted market capitalization in each.

MSCI Emerging Markets Index: Represents the bottom 2,000 stocks in the Russell 3000 Index and is the most widely quoted measure of the overall performance of U.S. small-cap to mid-cap company shares.

NAREIT Index: A comprehensive benchmark of publicly traded equity REITs listed in both developed and emerging markets.

HFR1 Hedge Fund Index: A global, equal-weighted index of over 2,000 single-manager funds that report to HFR Database. Constituent funds report monthly net-of-all-fees performance in US dollars and have a minimum of \$50 million under management or a 12-month track record of active performance.

IQ Hedge Long/Short Beta Index: Attempts to replicate the risk-adjusted return characteristics of the collective hedge funds using a long/short equity investment style.

Barclays U.S. Aggregate Bond Index: A market capitalization weighted index that tracks the performance of the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market.

Sharpe Ratio: A risk-adjusted measure of a fund's performance that indicates a fund's return per unit of risk, defining risk as volatility (standard deviation).

Alpha: A measure of the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta.

Beta: A measure of a fund's sensitivity to market movements.

Correlation: A statistical measure of how two securities move in relation to each other.

Maximum Drawdown: A measure of the maximum loss from a peak to a trough of a portfolio or index, before a new peak is attained.