

ROTAX | ROTCX | ROTIX

## FUND OBJECTIVE

To achieve long-term capital appreciation with less overall risk than the equity market by implementing a disciplined, rules-based investment process tactically focusing on global asset class ETFs experiencing the greatest strength.

## INVESTMENT STRATEGY

The Fund invests in a portfolio of global asset class ETFs. The ETFs that may be held in the portfolio include those that invest in U.S. equities of any market capitalization, foreign (including emerging markets) equities of any market capitalization, U.S. Treasury securities or cash.

- ETFs are ranked each month according to a relative strength score using three different proprietary formulas based on relative and absolute momentum:
  - Relative Momentum:** Rank all potential equity ETFs against each other.
  - Absolute Momentum:** Rank each equity ETF against the risk-free asset (U.S. Treasury Bonds and cash).
- The top ranked ETFs are purchased and held until they fall out of ranking. They are then replaced with the new top-ranked ETFs.
- The Portfolio will generally include between 1 and 3 ETFs, depending on the results of each proprietary selection formula.

## HOW TO INVEST

Share Class	Ticker	CUSIP
Class A	ROTAX	62827M623
Class C	ROTCX	62827M615
Class I	ROTIX	62827M599

Min. Initial Investment: \$2,500

Min. Subsequent Investment: \$100

The **AlphaCentric Asset Rotation Fund** seeks to offer investors superior risk-adjusted returns with limited drawdown relative to equities by tactically investing in the asset classes experiencing the most strength.

### ✓ Tactical & Flexible Approach

The Fund seeks to allocate to the global asset class exchange traded funds (ETFs) experiencing the most strength each month. The goal is to generate superior risk-adjusted returns in any economic environment.

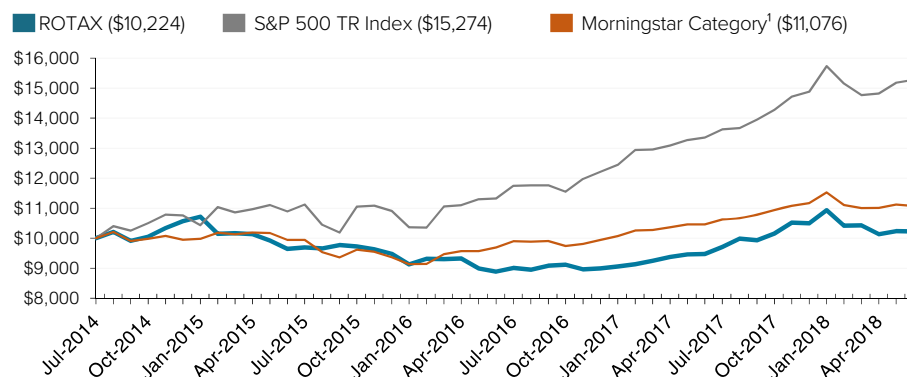
### ✓ Seeks Downside Protection

If the proprietary screens used to rank the strength of each asset class demonstrate weakness in equities, the Fund may invest only in U.S. Treasury Bond ETFs and/or cash, potentially limiting equity market drawdowns.

### ✓ Disciplined Strategy

We use a proprietary, rules-based approach to select the global asset class ETFs demonstrating the most strength.

## GROWTH OF \$10,000: Ending June 30, 2018



## PERFORMANCE ENDING June 30, 2018 (Annualized if greater than 1 year)

Share Class/Benchmark	QTD	YTD	1 YR	2 YR	3 YR	Inception*
Class I	-1.89	-2.50	8.17	7.51	2.22	0.80
Class A	-1.99	-2.60	7.93	7.25	1.97	0.57
Class C	-2.28	-3.09	6.95	6.44	1.17	-0.11
S&P 500 TR Index	3.43	2.65	14.37	16.12	11.93	11.43
Morningstar Category <sup>1</sup>	0.63	-0.84	5.87	6.90	3.66	2.64
Class A w/ Sales Charge	-7.59	-8.23	1.75	4.13	-0.04	-0.94

\*Inception: 7/31/2014

### 1. Morningstar Tactical Allocation Category

The maximum sales charge for Class "A" Shares is 5.75%. Performance is historic and does not guarantee future results. Investment return and principal value will fluctuate with changing market conditions so that when redeemed, shares may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. To obtain the most recent month end performance information or the funds prospectus please call the fund, toll free at 1-844-ACFUNDS (844-223-8637). You can also obtain a prospectus at [www.AlphaCentricFunds.com](http://www.AlphaCentricFunds.com).

**S&P 500 Index:** A market capitalization-weighted index generally representing the performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. **Morningstar Tactical Allocation Category:** Used for funds that seek to provide capital appreciation and income by actively shifting allocations across investments. These portfolios have material shifts across equity regions, and bond sectors on a frequent basis.

There is no assurance that the Fund will achieve its investment objective. You cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

# Asset Rotation Fund

2Q 2018 Fact Sheet

Class A: ROTAX | Class C: ROTCX | Class I: ROTIX



ROTAX

ROTCX

ROTIX

## HOW ARE WE DIFFERENT

The Asset Rotation Fund's strategy was born from a frustration with the mediocre performance and poor protection from severe market declines coming from the traditional modern portfolio theory and strategic allocation models. We believe the Fund offers a number of distinct advantages both in terms of the underlying strategy and portfolio structure:

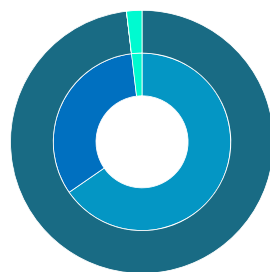
### Investment Strategy

- ✓ Invests in the highest strength asset classes
- ✓ Systematic, rules-based approach
- ✓ Seeks superior risk-adjusted returns
- ✓ Based on extensive, independent academic research

### Portfolio Structure

- ✓ Tactical & Flexible - ability to move from 100% equity to 100% treasury bonds or cash
- ✓ Ability to concentrate assets
- ✓ No shorting or leverage used
- ✓ Seeks to protect from large drawdowns

## ASSET ALLOCATION/ PORTFOLIO HOLDINGS (as of June 30, 2018)



Asset Class/Holding	Allocation
Equity	98.11%
Vanguard Extended Market ETF	65.38%
iShares 20+ Year Treasury Bond ETF	32.74%
Cash & Equivalents	1.89%

Holdings are subject to change and should not be considered investment advice

## FUND MANAGEMENT

Investment Advisor  
AlphaCentric Advisors LLC

Investment Sub-Advisor  
Keystone Wealth Advisors, LLC

### Portfolio Managers

#### Gordon Nelson, CPA, CFP®

- Chief Investment Strategist and Portfolio Manager since 2003.
- Portfolio Manager of Asset Rotation Fund since inception.

#### Tyler Vanderbeek, CFP®, CMT

- Portfolio Manager since 2007.
- Portfolio Manager of Asset Rotation Fund since inception.

## SHARE CLASS INFORMATION

Share Class	Inception	Net Expense*	Gross Expense
Class A	7/31/2014	1.62%	2.24%
Class C	7/31/2014	2.37%	2.99%
Class I	7/31/2014	1.37%	1.99%

Total Net Assets (6/30/18): \$12.00 million

\*The advisor has contractually agreed to waive fees and/or reimburse expenses to maintain the Fund's total annual operating expense ratio at 1.49%, 2.24%, and 1.24% for Class A shares, Class C shares and Class I shares, respectively, through July 31, 2018.

## RISK CONSIDERATIONS:

4820-NLD-7/11/2018

**Investors should carefully consider the investment objectives, risks, charges and expenses of the AlphaCentric Funds. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 844-ACFUNDS (844-223-8637) or at [www.AlphaCentricFunds.com](http://www.AlphaCentricFunds.com). The prospectus should be read carefully before investing. The AlphaCentric Funds are distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. AlphaCentric Advisors LLC is not affiliated with Northern Lights Distributors, LLC.**

*Investing in the Fund carries certain risks. The value of the Fund may decrease in response to the activities and financial prospects of an individual security in the Fund's portfolio. The Fund is non-diversified and may invest a greater percentage of its assets in a particular issue and may own fewer securities than other mutual funds. The performance of the Fund may be subject to substantial short term changes. Because the Fund may invest in other investment companies such as ETFs, the value of your investment will fluctuate in response to the performance of the acquired funds. Investing in acquired funds involves certain additional expenses and certain tax results that would not arise if you invested directly in the securities of the acquired funds. Foreign companies are generally not subject to the same regulatory requirements of U.S. companies thereby resulting in less publicly available information about these companies. Foreign accounting, auditing and financial reporting standards generally differ from those applicable to U.S. companies. Investing in emerging markets involves additional risks, including exposure to economic structures that are generally less diverse and mature, and to political systems that can be expected to have less stability than those of developed countries. When the Fund invests in fixed income securities (U.S. Treasuries), the value of your investment in the Fund will fluctuate with changes in interest rates. Typically, a rise in interest rates causes a decline in the value of fixed income securities owned by the Fund. These factors may affect the value of your investment.*