AlphaCentric Prime Meridian Income Fund
Quarterly Commentary 2Q2021

PMIFX

June 30, 2021 — Performance in the second quarter of 2021 was positive for the AlphaCentric Prime Meridian Income Fund ("the Fund") as well as its comparable indexes. The Fund was +2.08% for the period, compared to +0.23% for the Bloomberg Barclays 1-3 year Credit Index and +2.74% for the Bloomberg Barclays U.S. High Yield Corporate Bond Index. Performance in the fixed income market was generally positive during the period, and the Fund participated well.

Fund Performance as of 6/30/21 (Annualized if greater than 1 year)

*Inception Date: 12/31/19**	QTD	6 Mos	YTD	1YR	Inception
Class I	2.08	4.08	4.08	9.19	8.15
Bloomberg Barclays U.S. High Yield Corporate Bond Index	2.74	3.62	3.62	15.37	7.20
Bloomberg Barclays U.S. Credit 1-3 Year Index (USD)	0.23	0.21	0.21	1.31	2.59

*Inception: The Fund's inception date was 10/01/19 but the Fund first began to invest assets on 12/31/19, which the data in the above table reflects.

Expense Ratio: Net 2.97% | Gross 4.33%. The Advisor has contractually agreed to limit certain fees and expenses until January 31, 2022.

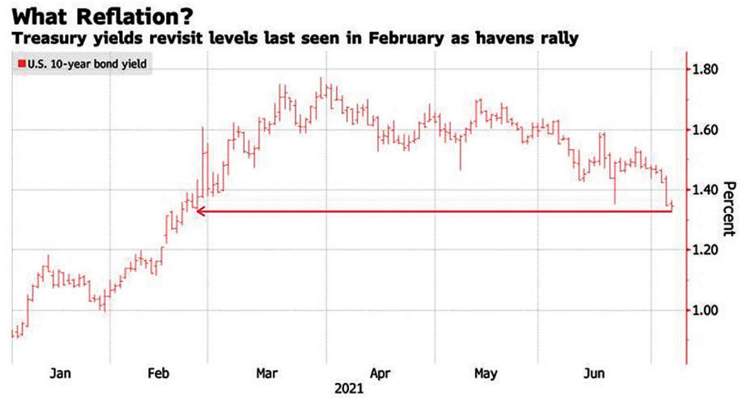
Past performance does not guarantee future results and there is no assurance that the Fund will achieve its investment objective.

The maximum sales charge for Class "A" Shares is 5.75%. Past performance is no guarantee of 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 or the funds prospectus please visit www.AlphaCentricFunds.com, or call toll free at 1-844-ACFUNDS (844-223-8637).

"The **bond market is signaling** that the recent increase in inflation is now priced in, and that it is **looking ahead** to economic growth and how it will be impacted by the spreading delta variant of the COVID-19 virus."

Market Overview

After a tough start in the first quarter traditional fixed income benchmarks have bounced back. At the end of June, the bellwether Bloomberg Barclays US Aggregate Bond Index was down 1.60% for the year but has rallied 1.83% in the second quarter and showed strong momentum at the end of the period. Treasury yields participated, with yields dropping to their lowest levels since February (see chart).



Source: Bloomberg. Data as of 6/30/2021.
Indices are unmanaged and do not uincur fees. It is not possible to invest directly in an index. Past performance is no guarantee of future results.

The bond market is signaling that the recent increase in inflation is now priced in, and that it is looking ahead to economic growth and how it will be impacted by the spreading delta variant of the COVID-19 virus. The Federal Reserve ("the Fed") has said all along that inflation was transient and a product of supply chain disruptions. Regardless of if the recent decrease in inflation is due to the resurgence in the virus or due to repairs in the supply chain, at this point the Fed appear to be correct. However, along with falling yields, prices of consumer goods and services as well as commodities have modestly corrected but remain elevated, and the recent pull-back associated with the growth concerns may prove to be a pause.

The volatility in the bond market during the first half of this year was helpful to show the diversification benefits of the Fund's unique holdings and the short duration, high yield characteristics of its portfolio. During the first quarter the Fund was up 1.95% when the overall bond market, as measured by the Bloomberg Barclays US Aggregate Bond Index, was -3.37%. In the second quarter the Fund was up 2.08% when the same Bloomberg Barclays US Aggregate Bond Index was +1.83%.

Fund Overview

The quarter was the Fund's sixth consecutive profitable quarter, with positive performance coming from both of the Fund's significant positions in consumer and real estate bridge loans. These two loan types continue to comprise the majority of the Fund's assets, with the remainder held in cash and cash equivalents.

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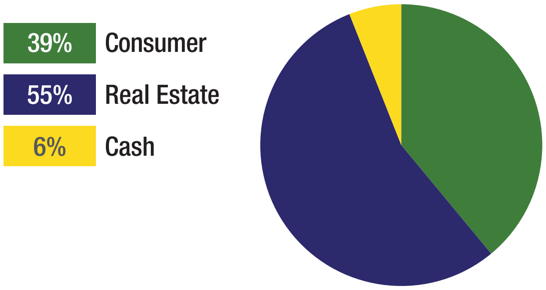
Falling interest rates impacted bridge loans, resulting in more selectivity in new loan purchases.

Roughly 55% of the Fund's assets were invested in dozens of first lien real estate bridge loans, all with favorable fundamentals such as loan to value and loan to cost characteristics. These loans were geographically diversified and primarily single-family (51%) and multi-family loans (44%) loans, principally used to rehab these properties, and were also used for refinancing and construction purposes. Falling interest rates also impacted bridge loans, and which resulted in more selectivity in new loan purchases.

Performance of consumer loans, which made up roughly 39% of the Fund's assets at the end of the period, continued to performance well thanks to above-average consumer savings and fiscal stimulus. During the period, the Fund's consumer loan portfolio was made up of hundreds of individual domestic loans across prime, near prime and emerging consumer loan types. At the end of the period the Fund's individual consumer loans have an average weighted FICO of over 698 across both traditional prime and near prime loan holdings (near prime being defined as loans with FICO scores between 620 and 659). Additionally, within the consumer asset class the Fund had exposure to a portfolio of domestic emerging creditor loans originated by an innovative loan originator with digital banking services.

As of June 30, the Fund's overall portfolio had a McCauley duration of just 10.3 months and a 31+ day delinquency rate of 2.93%, which is consistent with expectations for a diversified and performing loan portfolio.

Investment Allocation (Market Value) as of 6/30/21



Outlook

We expect the bond market to remain volatile for the remainder of the year due to uncertainty associated with inflation and economic growth, and we believe that quality asset backed investments with shorter durations, such as those held in the Fund, are likely to continue to fare well in this market environment.

We remain pleased with the Fund's performance to date and believe it to be a quality, value added holding for a diversified fixed income portfolio. α

Important Risk Information

INVESTING IN THE FUND INVOLVES A HIGH DEGREE OF RISK, INCLUDING THE RISK THAT YOU MAY RECEIVE LITTLE OR NO RETURN ON YOUR INVESTMENT OR THAT YOU MAY LOSE PART OR ALL OF YOUR INVESTMENT. THIS IS A CONTINUOUSLY-OFFERED, NON-DIVERSIFIED, CLOSED-END INTERVAL FUND AND IS NOT INTENDED TO BE A TYPICAL TRADED INVESTMENT. LIMITED LIQUIDITY IS PROVIDED TO SHAREHOLDERS ONLY THROUGH THE FUND'S QUARTERLY REPURCHASE OFFERS FOR NO LESS THAN 5% OF THE FUND'S SHARES OUTSTANDING AT NET ASSET VALUE. REGARDLESS OF HOW THE FUND PERFORMS, THERE IS NO GUARANTEE THAT SHAREHOLDERS WILL BE ABLE TO SELL ALL OF THE SHARES THEY DESIRE IN A QUARTERLY REPURCHASE OFFER.

There currently is no secondary market for the Fund's shares and the Fund expects that no secondary market will develop. Shares of the Fund will not be listed on any securities exchange, which makes them inherently illiquid.

Investing involves risk. The Fund will invest in Marketplace Lending Instruments which are generally not rated and constitute a highly risky and speculative investment, similar to an investment in "junk" bonds. Below-investment-grade ("high yield" or "junk") bonds are more at risk of default and are subject to liquidity risk. There can be no assurance that payments due on underlying Marketplace Loans will be made. The Shares therefore should be purchased only by investors who could afford the loss of the entire amount of their investment.

Many of the Fund's investments are associated with loans that are unsecured obligations of borrowers. This means that they are not secured by any collateral, not insured by any third party, not backed by any governmental authority in any way and, except in the case of certain loans to businesses, not guaranteed by any third party.

Distressed credit investments are inherently speculative and are subject to a high degree of risk. Leverage (borrowing) may be considered speculative and involves transaction and interest costs on amounts borrowed, which may reduce performance. The Fund is classified as "non-diversified" and may invest a greater portion of its assets in the securities of a single issuer.

Key Definitions

Bloomberg Barclays U.S. Credit 1-3 Year Index: Measures the performance of investment grade, US dollar-denominated, fixed-rate, taxable corporate and government-related debt with 1 to 2.9999 years to maturity. It is composed of a corporate and a non-corporate component that includes non-US agencies, sovereigns, supranationals and local authorities.

Bloomberg Barclays US Corporate High Yield Bond Index: Measures the USD-denominated, high yield, fixed-rate corporate bond market. There is no assurance that the Fund will achieve its investment objective. You cannot invest directly in an index. Unmanaged index returns do not reflect fees, expenses or sales charges.

All data is as of the most recent quarter-end other than the annual return which is annualized.

Delinquency: The percentage of loans within a financial institution's loan portfolio whose payments are delinquent. When analyzing and investing in loans, the delinquency rate is an important metric to follow; it is easy to find comprehensive statistics on the delinquencies of all types of loans.

Duration: A measure of the sensitivity of the price of a bond or other debt instrument to a change in interest rates.

Macaulay Duration: The weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price. Macaulay duration is frequently used by portfolio managers who use an immunization strategy.

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. The prospectus should be read carefully before investing.

The Fund is distributed by Foreside Fund Services, LLC

Don Davis
Portfolio Manager

Investment Sub-Advisor

Prime Meridian Capital Management

Portfolio Manager

Don Davis

- Portfolio Manager since Fund inception
- Managing Partner and Lead Portfolio Manager of Prime Meridian Capital Management
- Served as Principal and Portfolio Manager of Prime Meridian since 2012

Contact Us

+1 855 674 FUND

www.alphacentricfunds.com

info@alphacentricfunds.com