

LYFIX
LYFAX
LYFCX

When considering investment strategies, investors naturally hope for periods of positive performance, but should be aware of the possibilities of the strategy to produce periods of negative performance. These periods of negative performance are sometimes referred to as “drawdowns.”

At the moment, the healthcare/biotech market is experiencing a drawdown. This piece explores the opportunities this drawdown presents.

The S&P Biotechnology Select Industry Index (XBI) represents the biotechnology segment of the S&P Total Market Index. In the past 14 years, there have been multiple instances of drawdowns greater than 10%. These drawdowns are shown below, along with information regarding subsequent recoveries. While past performance is not necessarily indicative of future results, following these significant drawdowns historically, the next one-year performance has seen an average positive performance of 26%.

Drawdown Begin	Drawdown End	Max Drawdown	Max Drawdown Recovery	1 Year After Recovery Date	18 Months After Recovery Date
Dec 2007	Mar 2008	-11.67%	Jul 2008	-8.14%	1.33%
Aug 2008	Apr 2009	-33.85%	Apr 2011	24.99%	15.44%
Jun 2011	Sep 2011	-20.78%	Jan 2012	40.33%	30.55%
Mar 2014	Apr 2014	-21.33%	Oct 2014	55.23%	20.01%
Aug 2015	Feb 2016	-43.64%	Sep 2017	28.79%	34.19%
Sep 2018	Dec 2018	-28.09%	May 2020	14.82%	17.48%
Jan 2021	May 2021	-16.25%	TBD	TBD	TBD
Average Return -->				26.00%	19.83%

Source: Zephyr StyleADVISOR

Again, although past performance is not always indicative of future results, history shows us that healthcare/biotech investors who were able to hold their investments through drawdowns or made the decision to add funds during these largest drawdown periods were ultimately rewarded.

Comparing the Fund to the XBI	As of 7/30/2021	3-Month	YTD	1-Year	Since Fund Inception
	LYFIX (Inception: 11/29/19)	-7.94%	-4.64%	36.16%	27.19%
	XBI	-9.64%	-12.23%	10.44%	18.29%

Data shown represents past performance and is not indicative of future results. Indexes do not incur expenses and are not available for investment. Index performance is not illustrative of Fund performance.

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

<i>Inception Date: 11/29/19</i>	QTD	6 Mos	YTD	1 Year	Inception
LYFIX	3.72	5.62	5.62	46.79	37.35
LYFAX	3.66	5.49	5.49	46.43	37.13
LYFCX	3.41	5.10	5.10	45.79	36.76
<i>S&P 500 Health Care Sector TR Index</i>	<i>8.40</i>	<i>11.85</i>	<i>11.85</i>	<i>27.92</i>	<i>31.45</i>
<i>S&P Biotechnology Select Industry Total Return Index</i>	<i>-0.05</i>	<i>-3.66</i>	<i>-3.66</i>	<i>21.19</i>	<i>26.54</i>
Class A After Sales Charges	-2.30	-0.55	-0.55	37.98	32.11

Past performance is no guarantee of future results. There is no assurance that the Fund will achieve its investment objective. The maximum sales charge for Class “A” Shares is 5.75%. Total Operating Expenses are 2.77%, 3.52%, and 2.52%, for Class A, C, and I fund shares, respectively. 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.

The advisor has contractually agreed to waive fees and/or reimburse expenses to maintain the Fund’s total annual operating expense ratio at 1.65%, 2.40%, and 1.40% for Class A shares, Class C shares and Class I shares, respectively, excluding 12b-1 fees through July 31, 2022.

Important Risk Information

Investing in the Fund carries certain risks. The Fund will invest a percentage of its assets in derivatives, such as futures and options contracts. The use of such derivatives and the resulting high portfolio turn-over may expose the Fund to additional risks that it would not be subject to if it invested directly in the securities and commodities underlying those derivatives. The Fund may experience losses that exceed those experienced by funds that do not use futures contracts and options strategies. Investing in commodities markets may subject the Fund to greater volatility than investments in traditional securities. Currency trading risks include market risk, credit risk and country risk. Foreign investing involves risks not typically associated with U.S. investments. Changes in interest rates and the liquidity of certain investments could affect the Fund’s overall performance. The Fund is non-diversified and as a result, changes in the value of a single security may have significant effect on the Fund’s value. Other risks include U.S. Government securities risks and investments in fixed income securities. Typically, a rise in interest rates causes a decline in the value of fixed income securities or derivatives owned by the Fund. Furthermore, the use of leveraging can magnify the potential for gain or loss and amplify the effects of market volatility on the Fund’s share price. The Fund is subject to regulatory change and tax risks; changes to current rules could increase costs associated with an investment in the Fund. These factors may affect the value of your investment.

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 AlphaCentric Funds are distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. AlphaCentric Advisors, LLC is not affiliated with Northern Lights Distributors, LLC.

Key Definitions

Maximum Drawdown is the percentage loss that a fund incurs from its peak net asset value to its lowest value. The maximum drawdown over a significant period is sometimes employed as a means of measuring the risk of a vehicle. Usually expressed as a percentage decline in net asset value.

The **S&P Biotechnology Select Industry Total Return Index** represents the bio-technology sub-industry portion of the S&P Total Markets Index.

The **S&P 500 Health Care Sector TR Index** comprises those companies included in the S&P 500 that are classified as members of the GICS health care sector.

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

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