

HDCAX | HDCEX | HDCTX

## FUND OBJECTIVE

The Fund's investment objective is to seek a risk-managed total return on investment, with dividend income an important component of that return.

## REASONS TO INVEST



## INVESTMENT STRATEGY

- The Fund normally invests at least 80% of its net assets, plus the amount of borrowings for investment purposes, in dividend-paying stocks, including preferred stocks, real estate investment trusts ("REITs"), business development companies ("BDCs") and master limited partnerships ("MLPs"). The Fund may invest in these securities either directly or indirectly through investment in exchange traded funds ("ETFs").
- Fundamental analysis and screening are used to identify high quality, dividend paying stocks generally in U.S. corporations with market capitalizations of \$2 billion or more.
- Technical analysis is used to identify rates of change, trend input, cycle analysis and economic factors.
- The fund will utilize risk management controls when appropriate seeking to mitigate risk in falling markets.

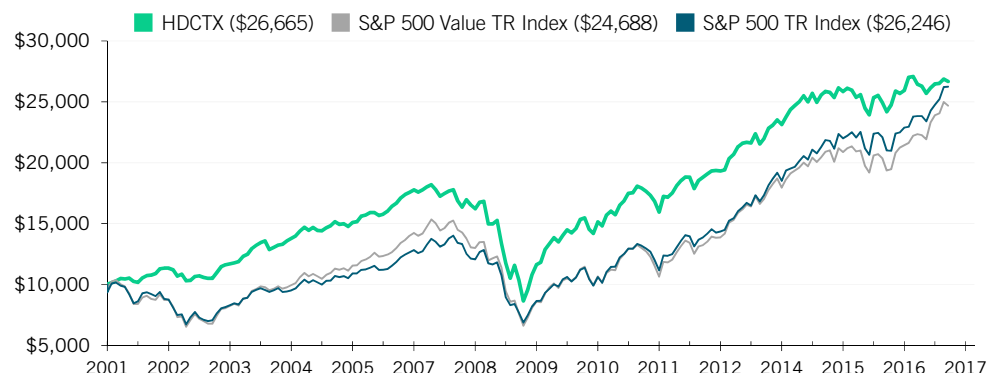
## HOW TO INVEST

| Share Class   | Ticker | CUSIP     |
|---------------|--------|-----------|
| Class A       | HDCAX  | 628255101 |
| Class C       | HDCEX  | 628255200 |
| Institutional | HDCTX  | 628255309 |

Min. Initial Investment: \$1,000

Min. Subsequent Investment:  
 Class A & C \$50  
 Institutional \$500

## Growth of a \$10,000 Investment



## Performance (%): Ending March 31, 2017

Annualized if greater than 1 year

|                                     | 1yr   | 3yrs  | 5yrs  | 10yrs | Inception* |
|-------------------------------------|-------|-------|-------|-------|------------|
| Institutional Class                 | 3.04  | 3.05  | 7.21  | 4.14  | 6.29       |
| S&P 500 Value TR Index <sup>1</sup> | 18.66 | 8.88  | 12.66 | 5.70  | 5.78       |
| S&P 500 TR Index <sup>1</sup>       | 17.17 | 10.37 | 13.30 | 7.51  | 6.18       |
| Class A                             | 2.67  | 2.79  | 6.93  | 3.88  | 6.03       |
| Class A w/ Sales Charge             | -2.19 | 1.13  | 5.91  | 3.38  | 5.71       |

\* Inception: 03/01/2001

\*\* Class C Shares commenced operations on January 3, 2014. Returns prior to that date are of the Institutional Shares, adjusted for expenses of Class C Shares. Institutional Shares would have had substantially similar annual returns because the shares are invested in the same portfolio.

The maximum sales charge for Class "A" Shares is 4.75%. Class "C" Shares held for less than one year are subject to a 1% CDSC. 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 800-253-0412 or visit [www.RationalMF.com](http://www.RationalMF.com).

## Performance & Risk Statistics

|                              | HDCTX   | S&P 500 Value TR Index <sup>1</sup> | S&P 500 TR Index <sup>1</sup> |
|------------------------------|---------|-------------------------------------|-------------------------------|
| Cumulative Return            | 166.65% | 146.88%                             | 162.46%                       |
| Annualized Return            | 6.29%   | 5.78%                               | 6.18%                         |
| Standard Deviation           | 12.56%  | 15.57%                              | 14.51%                        |
| Sharpe Ratio                 | 0.38    | 0.27                                | 0.32                          |
| Alpha (vs. S&P 500 TR)       | 1.69%   | -0.64%                              | -                             |
| Beta (vs. S&P 500 TR)        | 0.71    | 1.04                                | -                             |
| Correlation (vs. S&P 500 TR) | 0.82    | 0.98                                | -                             |
| % of Positive Months         | 67%     | 62%                                 | 63%                           |
| Maximum Drawdown             | -52.43% | -56.82%                             | -50.95%                       |

**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.

# Dividend Capture Fund

1Q 2017 Fact Sheet

Class A: HDCAX | Class C: HDCEX | Institutional: HDCTX

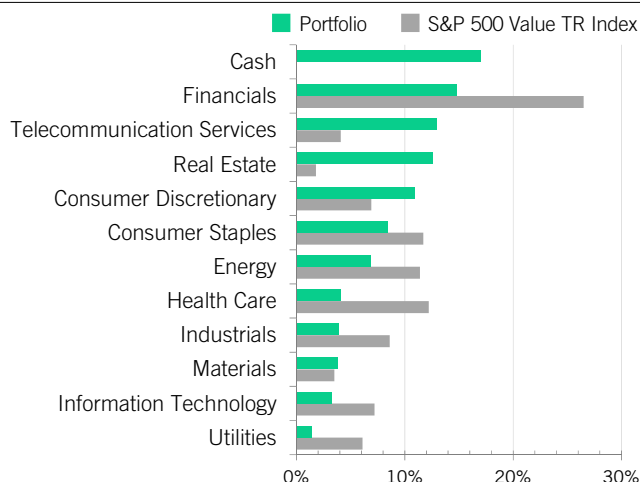
rationalfunds

## Top Ten Holdings

|                                      |       |                                |      |
|--------------------------------------|-------|--------------------------------|------|
| Federated Treasury Obligations Fund  | 13.2% | Staples Inc                    | 2.9% |
| CenturyLink Inc                      | 4.7%  | Global Medical REIT Inc        | 2.4% |
| Wells Fargo & Co Pfd 8.0%            | 3.9%  | CBL & Associates Properties In | 2.3% |
| Axis Capital Holdings Ltd Pfd 6.875% | 3.5%  | New Senior Investment Group In | 2.0% |
| BP PLC                               | 3.2%  | Windstream Holdings Inc        | 2.0% |

Fund holdings are subject to change and should not be considered investment advice.

## Sector Weights



## Portfolio Statistics

|                                     | Dividend Capture Fund | S&P 500 Value TR Index <sup>1</sup> |
|-------------------------------------|-----------------------|-------------------------------------|
| Total Net Assets (\$ millions)      | 80.2                  | -                                   |
| Number of Holdings                  | 56                    | 352                                 |
| Top 10 Holdings (%)                 | 44.0%                 | 25.8%                               |
| Mean Total Market Cap (\$ millions) | 69,228                | 38,910                              |
| P/E Ratio <sup>2</sup>              | 15.29                 | 23.44                               |

1. The **S&P 500 Value Total Return Index**® (“S&P 500 Value TR”) is an unmanaged market-capitalization weighted index consisting of those stocks within the S&P 500 that exhibit strong value characteristics. It uses a numerical ranking system based on four value factors and three growth factors to determine the constituents and their weightings. The **S&P 500 Total Return Index**® (“S&P 500 TR”) is an unmanaged index generally representing the performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. Indices are unmanaged and, unlike the Fund, are not affected by cash flows. It is not possible to invest directly in an Index. For additional disclosure relating to the S&P 500 Value TR and S&P 500 TR, please see “Additional Disclaimers” in the Fund’s Prospectus. 2. The **Price-to-Earnings Ratio** (“P/E Ratio”) measures the current share price relative to the per-share earnings.

## RISK CONSIDERATIONS:

4297-NLD-4/11/2017

Past performance is not a guarantee of future results.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Rational Funds. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling (800) 253-0412 or at [www.RationalMF.com](http://www.RationalMF.com). The prospectus should be read carefully before investing. The Rational Funds are distributed by Northern Lights Distributors, LLC member FINRA/SIPC. Rational Advisors, Inc. 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. To the extent the Fund invests in the stocks of smaller-sized companies, the Fund may be subject to additional risks, including the risk that earnings and prospects of these companies are more volatile than larger companies. Smaller-sized companies may experience higher failure rates than larger companies and normally have lower trading volume than larger companies. These factors may affect the value of your investment. Investments in real estate investment trusts (REITs) involve special risks associated with an investment in real estate, such as limited liquidity and interest rate risks, and may be more volatile than other securities. Investments in MLPs and MLP-related securities involve special risks including risks related to limited control and limited rights to vote on matters affecting the MLP or MLP-related security, risks related to potential conflicts of interest between an MLP and the MLP’s general partner, cash flow risks, dilution risks and risks related to the general partner’s limited call right. There are no guarantees that dividend paying stocks will continue to pay dividends. In addition, dividend paying stocks may not experience the same capital appreciation potential as non-dividend.

HDCAX | HDCEX | HDCTX

## FUND MANAGEMENT

**Investment Advisor**  
Rational Advisors, Inc.

**Investment Sub-Advisor**  
PVG Asset Management Corporation  
 (“PVG”)

Patrick S. Adams, MBA, CFA

Lead Portfolio Manager

- CEO, Lead Portfolio Manager of PVG
- Over 30 years of investment experience
- MBA from Xavier University and B.S. from the Ohio State University

Rick Garcia

Portfolio Manager

- President and a Portfolio Manager of PVG
- B.S. Finance Degree from Metropolitan State University of Denver

## SHARE CLASS INFORMATION

| Share Class   | Inception | SEC 30-Day Yield* |                |
|---------------|-----------|-------------------|----------------|
|               |           | (Subsidized)      | (Unsubsidized) |
| Class A       | 3/1/01    | 3.11%             | 2.76%          |
| Class C       | 1/3/14    | 2.55%             | 2.19%          |
| Institutional | 3/1/01    | 3.30%             | 2.94%          |

### Dividend Schedule (All Classes)

Monthly

| Share Class   | Net Expense** | Gross Expenses |
|---------------|---------------|----------------|
| Class A       | 1.25%         | 1.68%          |
| Class C       | 1.75%         | 2.18%          |
| Institutional | 1.00%         | 1.43%          |

\*The SEC 30-Day Yield is computed under an SEC standardized formula and is based on the maximum offer price per share as of 3/31/2017. Subsidized yields reflect fee waivers in effect. Without such waivers, yields would be reduced. Unsubsidized yields do not reflect fee waivers in effect.

\*\*The Fund’s investment advisor, Rational Advisors, Inc. (the “Advisor”) has contractually agreed to waive all or a portion of its management fee and/or reimburse certain operating expenses of the Fund to the extent necessary in order to limit the Fund’s total annual fund operating expenses (after the fee waivers and/or expense reimbursements, and exclusive of acquired fund fees and expenses, brokerage costs, interest, taxes and dividends, and extraordinary expenses) to not more than 1.00%, 1.25% and 1.75% of the Institutional Shares, Class A Shares and Class C Shares daily net assets, respectively, through April 30, 2017.

(800) 253-0412 | [www.RationalMF.com](http://www.RationalMF.com)