

RTFAX | RTFCX | RTFIX

## FUND OBJECTIVE

The Fund seeks current income.

## REASONS TO INVEST



**Risk  
Managed  
Approach**



**Seeks  
Current  
Income**

## INVESTMENT STRATEGY

- The Fund is a tactically-managed, fixed income credit fund employing strategies that focus on generating current income while mitigating risks and market volatility.
- The Fund seeks to achieve the investment objective by investing primarily in U.S. agency and non-agency CMBS and other commercial real estate related securities, such as REITs.
- The Fund utilizes a tactical investment strategy that leverages the Sub-Advisor's commercial real estate and fixed income portfolio management experience.
- The Sub-Advisor employs its comprehensive due diligence process on each investment, including, but not limited to, analysis of bond cash flows and analysis of property cash flows, sub-market vacancy and rental rates, potential lease rollovers, and potential capital expenditures on underlying collateral properties.

## HOW TO INVEST

Share Class	Ticker	CUSIP
Class A	RTFAX	628255671
Class C	RTFCX	628255663
Institutional	RTFIX	628255655

Min. Initial Investment: \$1,000

Min. Subsequent Investment:

Class A & C \$50  
Institutional \$500

The **Income Opportunities Fund** employs an investment strategy that leverages the Sub-Advisor's experience and rigorous credit analysis seeking to limit risk while generating current income through price appreciation and trade-generated gains.

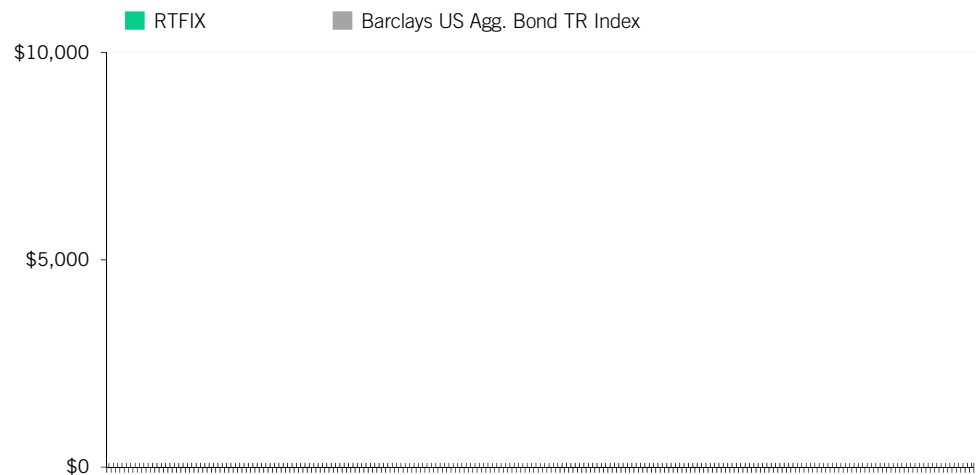
### ✓ Portfolio Strategy

- Seeks to combine stable monthly fixed coupon yields with price appreciation to generate a favorable rate of return for fixed income investors.

### ✓ Primary Investments of the Fund Include:

- Commercial Mortgage Backed Securities (CMBS)
  - Short duration CMBS that generates yields from fixed monthly coupon payments.
  - More short duration legacy CMBS credit bonds where the Sub-Advisor can anticipate price appreciation through due diligence and deleveraging of the underlying loans.
  - Longer duration CMBS managing interest rate risk and market conditions.
- Other commercial real estate structured securities, such as real estate investment trusts ("REITs").

## Growth of a \$10,000 Investment



## Performance (%): Ending March 30, 2018

Annualized if greater than 1 year



■ Institutional Class

■ Barclays US Agg. Bond TR Index

■ Class A

■ Class A w/ Sales Charge

\*Inception: 4/23/18

The maximum sales charge for Class "A" Shares is 5.75%. 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).

# Income Opportunities Fund

1Q 2018 Fact Sheet

Class A: RTFAX | Class C: RTFCX | Institutional: RTFIX

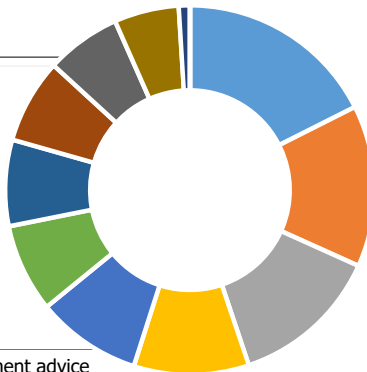
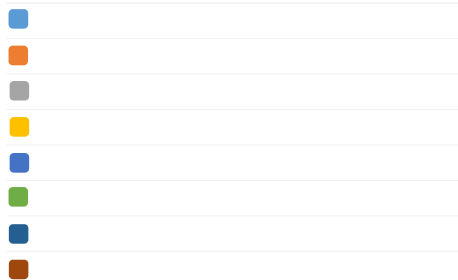
rationalfunds

## Investment Process

### CMBS Investment Process

1. Source inventory from 25+ different dealers.
2. Analyze loan collateral focusing on: property characteristics, cashflow forecast, re-underwritten LTV<sup>1</sup>, sub-market occupancy and rental rates, sales comparables, and demand drivers.
3. Enter re-underwritten values into bond analysis model to determine optimum entry point, stability of coupon payments, and liquidation strategy of assets.
4. Analyze bond collateral to ensure that overall portfolio maintains diversity by geography, sponsorship, property type, and economic exposure.

## Top Property Types



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

## Portfolio Characteristics

Number of Holdings	n/a
Weighted Average Life (CMBS)	n/a
Weighted Average Coupon	n/a
Total loan balance	n/a
Loan Concentration (Top 10%)	n/a

## Portfolio Statistics

Standard Deviation	n/a
Sharpe Ratio	n/a
Sortino Ratio (1 year)	n/a
Volatility	n/a

## RISK CONSIDERATIONS:

4575-NLD-5/10/2018

Past performance is not a guarantee of future results.

<sup>1</sup>Loan-to-Value (LTV) lending risk assessment ratio that financial institutions and others lenders examine before approving a mortgage.

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. and Cicero Capital Partners are not affiliated with Northern Lights Distributors, LLC.

Investing in the Fund carries certain risks. Investing in CMBS entails various risks: liquidity risks, interest rate risks, market risks, structural risks, geographical concentration risks; and in the case of non-agency CMBS, credit risk. Most CMBS are subject to risks associated with their structure and execution, including the process by which principal and interest payments are allocated and distributed to investors, how credit losses affect the issuing vehicle and the returns to investors in such CMBS. 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's investments in an underlying portfolio of exchange traded funds ("ETFs"), mutual funds and closed-end funds involve certain additional expenses and certain tax results, which would not be present in a direct investment in the underlying funds. The Fund may purchase and sell options on the same types of futures in which it may invest. Options on futures are similar to options on underlying instruments except that options on futures give the purchaser the right, in return for the premium paid, to assume a position in a futures contract (a long position if the option is a call and a short position if the option is a put), rather than to purchase or sell the futures contract, at a specified exercise price at any time during the period of the option.

The Funds may invest in securities of real estate investment trusts ("REITs"). REITs are publicly traded corporations or trusts that specialize in acquiring, holding and managing residential, commercial or industrial real estate. Investments in the real estate industry involve particular risks. The real estate industry has been subject to substantial fluctuations and declines on a local, regional and national basis in the past and may continue to be in the future. Some securities held by the Fund may be difficult to sell, or illiquid, particularly during times of market turmoil. Illiquid securities may also be difficult to value. If the Fund is forced to sell an illiquid asset to meet redemption requests or other cash needs, the Fund may be forced to sell at a loss. Using derivatives or borrowing money to purchase securities can create leverage, which can amplify the effects of market volatility on the Fund's share price and make the Fund's returns more volatile. The use of leverage may cause the Fund to liquidate portfolio positions when it would not be advantageous to do so in order to satisfy its obligations. Hedging is a strategy in which the Fund uses a derivative or other type of security to offset the risks associated with other Fund holdings. There can be no assurance that the Fund's hedging strategy will reduce risk or that hedging transactions will be either available or cost effective.

RTFAX

RTFCX

RTFIX

## FUND MANAGEMENT

### Investment Advisor

Rational Advisors, Inc.

### Investment Sub-Advisor

Cicero Capital Partners, LLC

### Bob Neighoff

#### Lead Portfolio Manager

- Managing Partner, Lead Portfolio Manager of Cicero Capital Partners
- 20 years of investment experience
- BA University of Maryland

### Evan Kurtz

#### Portfolio Manager

- Partner and Portfolio Manager of Cicero Capital Partners
- 19 years investment experience
- Williams College with a BA in Economics

## SHARE CLASS INFORMATION

Share Class	Inception	SEC 30-Day Yield*	
		(Subsidized)	(Unsubsidized)
Class A	4/23/18		
Class C	4/23/18		
Institutional	4/23/18		

### Dividend Schedule (All Classes)

Monthly

Share Class	Gross Expense	Net Expenses**
Class A	2.51%	2.03%
Class C	3.26%	2.78%
Institutional	2.26%	1.78%

\*The SEC 30-Day Yield is computed under an SEC standardized formula and is based on the maximum offer price per share as of 3/31/2018. 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 such as litigation or reorganizational costs) to not more than 1.75%, 2.00%, and 2.75% of the Institutional Shares, Class A Shares, and Class C Shares daily net assets, respectively, through April 30, 2019.

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