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Dividend Capture Fund

HDCAX | HDCEX | HDCTX

For Institutional Use Only – Not For Retail Distribution

DISCLOSURES

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. 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. 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.

4363-NLD-5/26/2016

Why Rational Funds

Capital markets are heavily influenced by behavioral biases – human emotions such as fear, greed, pride, and jealousy often overwhelmingly dominate logic and reason. As a result, our investment philosophy is based on applying a rational approach to investing, absent of any ad hoc or emotional decision-making to keep our portfolios disciplined and completely objective when faced with investment opportunities. Rather than relying on forecast, opinion, or intuition, our focus is to observe, analyze and identify potentially repeatable sources of return using quantifiable and relevant information. We employ rigorous research that is backed by sound academic theory.

Defensive Growth Fund
HSUAX | HSUCX | HSUTX

Capital Appreciation
Global Investment Universe

Risk Managed EM Fund
HGSAX | HGSIX

Total Return
Globally Diversified
Currency Hedging

Real Strategies Fund
HRSAX | HRSTX

Capital Appreciation & Income
Inflation Protection
Low Correlation

Strategic Allocation Fund
HBAFX

Capital Appreciation & Income
Diversified Multi-strategy Portfolio

Dividend Capture Fund
HDCAX | HDCEX | HDCTX

Seeks Dividend Income

Targets Lower Volatility

The **Dividend Capture Fund** seeks total return on investment, with dividend income an important component of that return.

Why Dividends Matter

With a struggling global economy, uncertainty about interest rates and a looming U.S. presidential election, we believe that the stage is set for markets to remain volatile in 2016.

At Rational Funds, we believe that investors should consider reallocating to strategies focusing on high dividend, low volatility, high quality U.S. equities. Historically, these types of stocks have contributed a substantial amount to investors' total return, and they have worked particularly well in volatile market environments.

Of course, there is no guarantee that any investment strategy will achieve its objectives, generate income or avoid losses.

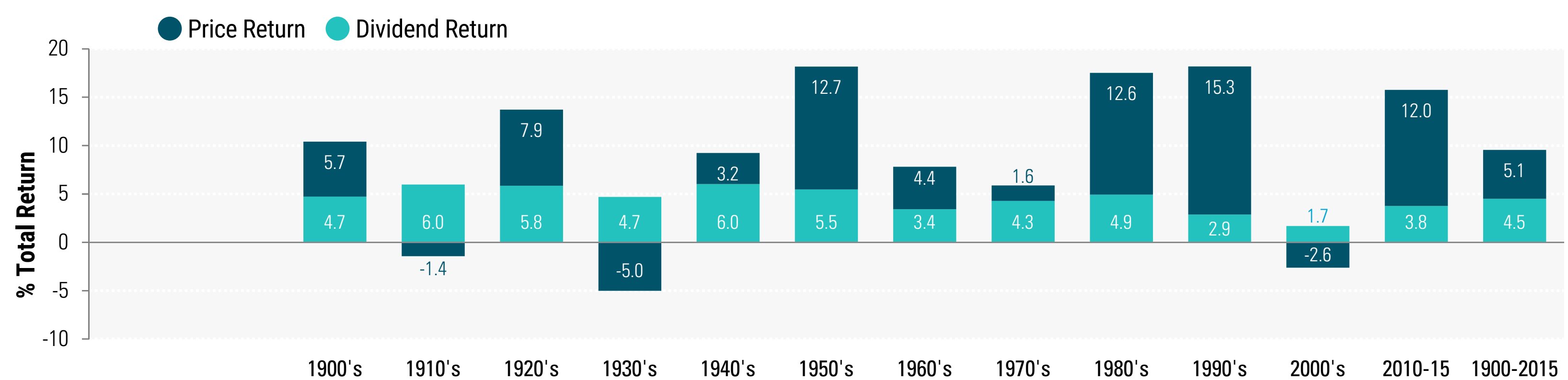
Why Dividends Matter

SINCE 1900 THROUGH THE END OF 2015, DIVIDENDS HAVE REPRESENTED NEARLY HALF OF THE S&P 500'S TOTAL RETURN[1]

While the contribution of dividends to total return has fluctuated, the contribution throughout time clearly demonstrates that dividends have played an important role in equity total return.

Contributions of Dividends to Total Return

S&P 500 Index Annualized Return by Decade (1900-2015)[1]



	1900's	1910's	1920's	1930's	1940's	1950's	1960's	1970's	1980's	1990's	2000's	2010-15	1900-2015
Total Return (%)	10.4	4.5	13.7	-0.3	9.2	18.2	7.8	5.9	17.5	19.2	-0.9	15.8	**9.6%**
Dividend contribution to total return (%)	45.3	131.5	42.6	n/a[2]	65.2	30.1	43.8	72.7	28.1	15.8	n/a[2]	23.8	**47.1%**

1. Data prior to 1988 is from "An Analysis of the S&P 500 Index and Cowles's Extensions: Price Indexes and Stock Returns, 1870–1999", Jack W. Wilson and Charles P. Jones, The Journal of Business, Vol. 75 No. 3 (July 2002) pp/ 505-533. Data after 1988 is sourced from Bloomberg and calculated by Rational Advisors. Total Return is annualized.
2. Because total return is negative, contribution from dividends to total return is not applicable.

The referenced indices are shown for general market comparisons and are not meant to represent the Fund. Investors cannot directly invest in an index; unmanaged index returns do not reflect any fees, expenses or sales charges.

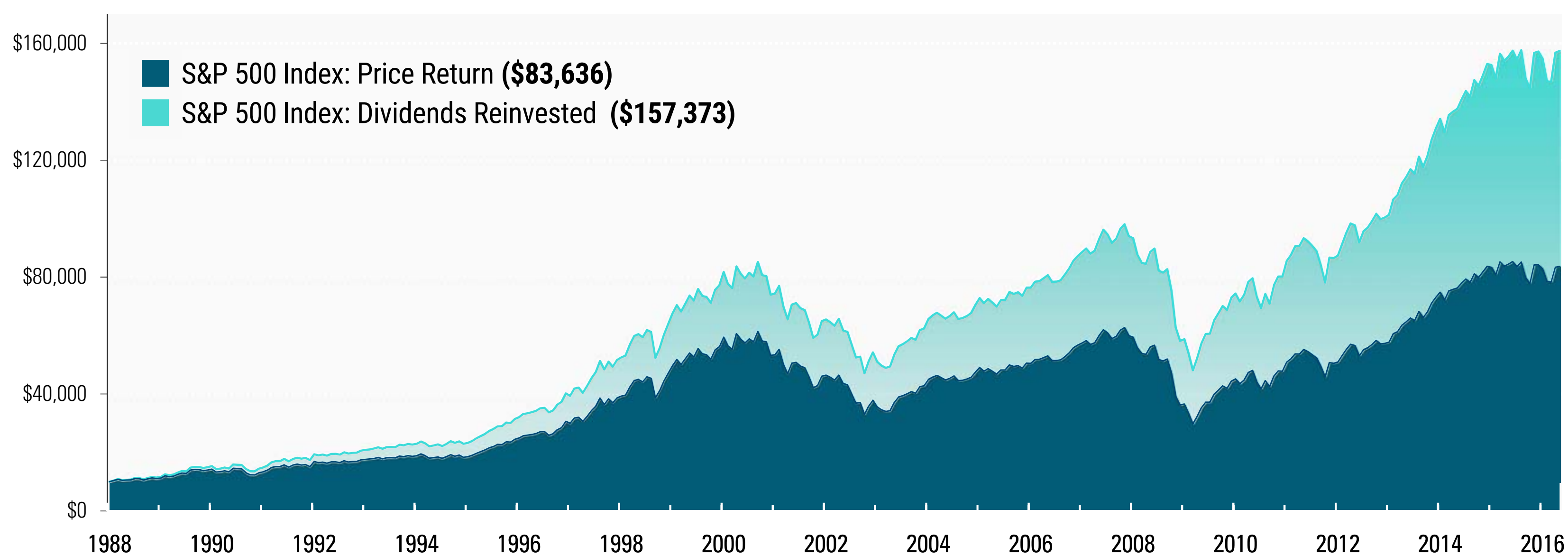
Why Dividends Matter

REINVESTING DIVIDENDS DURING FALLING EQUITY MARKETS CAN ACCELERATE AND MAGNIFY A PORTFOLIO'S RECOVERY

Through the reinvestment of dividends, investors can capitalize during falling equity markets by accumulating additional shares at lower prices without the need to invest additional capital.

Impact of Dividend Reinvestment on Long Term Growth

Hypothetical $10,000 Investment from January 1, 1988 through April 30, 2016



Source: Data is sourced from Bloomberg, results calculated by Rational Advisors.

The indices shown are for informational purposes only and are not reflective of any investment. As it is not possible to invest in the indices, the data shown does not reflect or compare features of an actual investment, such as its objectives, costs, fees, and expenses. Past performance is no guarantee of future results.

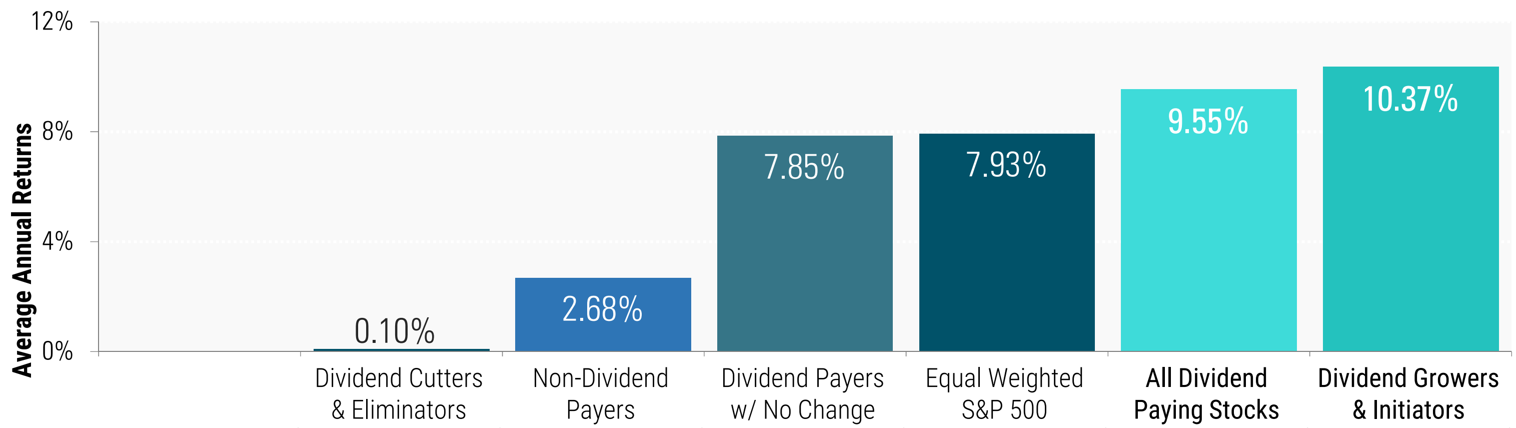
Why Dividends Matter

DIVIDEND PAYMENTS CAN BE A STRAIGHTFORWARD AND EFFECTIVE TOOL TO IDENTIFY QUALITY, WELL-RUN COMPANIES

Companies that have consistently grown or initiated a dividend have historically delivered significantly stronger returns than non-dividend paying companies.

Total Returns & Volatility of S&P Stocks by Dividend Policy

Average Annual Returns, Beta vs. S&P 500 (January 1972 to December 2014)



	Dividend Cutters & Eliminators	Non-Dividend Payers	Dividend Payers w/ No Change	Equal Weighted S&P 500	All Dividend Paying Stocks	Dividend Growers & Initiators
Volatility (Beta vs. S&P 500 Index)	1.22	1.29	1.00	1.00	0.94	0.87

Source: 2015 Ned Davis Research, Inc.

Dividend Growers & Initiators represents all dividend-paying stocks that raised their existing dividend or initiated a new dividend; *All Dividend Paying Stocks* represents all dividend-paying stocks; *Dividend Payers w/ No Change* represents all dividend-paying stocks that have maintained their existing dividend; *Non-Dividend Payers* represents non-dividend paying stocks; and *Dividend Cutters & Eliminators* represents stocks that have lowered or eliminated their dividend.

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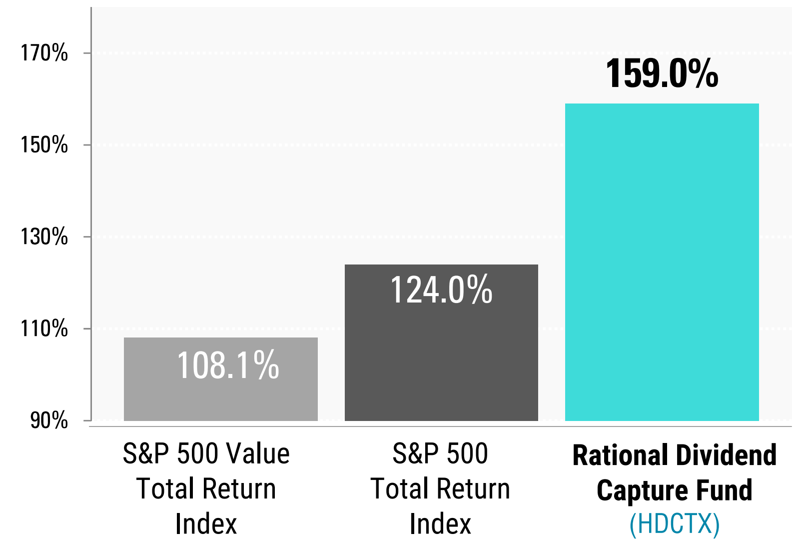
Dividend Capture Fund

Since 2001, the **Rational Dividend Capture Fund** has outperformed the S&P 500 TR Index with lower volatility, while seeking to provide a monthly dividend distribution

Cumulative Returns Since Inception*



Fund Performance: Ending March 31, 2016

	1 Year	5 Years	10 Years	Inception*
Institutional Class	0.13%	8.09%	4.99%	6.51%
Class A	-0.02%	7.84%	4.74%	6.26%
Class A w/ Load	-4.81%	6.79%	4.24%	5.92%

*** Inception: 03/01/2001**

Past performance is not a guarantee of future results.

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.

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Dividend Capture Fund

Investment Strategy

The **Dividend Capture Fund** employs a highly disciplined investment process, combining quantitative analysis with a systematic stock selection model consisting of 89 factors

PRINCIPAL INVESTMENT STRATEGY

Normally invests at least 80% of its net assets in dividend-paying stocks, including preferred stocks and REITs.

Dividend Model

- Quantitative analysis is used to identify high quality, dividend paying stocks generally in U.S. corporations with market capitalizations of $2 billion or more.

Quantitative Overlay

- Stocks are selected based on the results of quantitative models consisting of 89-factors and emphasizing dividend yield, historical volatility and corporate dividend policy.

Dividend Model

Quantitative analysis used to identify high quality, dividend paying stocks

Primary Factors

+ Dividend Yield
+ Historical Volatility
+ Dividend Policy

Investment Universe

- The Fund generally invests in U.S. corporations with market capitalizations of $2 billion or more.

Quantitative Overlay

Positions screened utilizing quantitative overlay consisting of 89 factors

Factor Categories

+ Momentum
+ Value
+ Growth
+ ‘Smart Money’
+ Quality
+ Profitability
+ Intangibles
+ Trading

There is no assurance that the Fund will achieve its investment objective.

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Dividend Capture Fund

Quantitative Overlay

Stocks are ranked utilizing a **quantitative model that applies 89 factors** backed by a public track record of significantly outperforming S&P 500 since 2003

QUANTITATIVE MODEL

Quantitative master screen developed by **Kai Petainen**, Head of Quantitative Research. Model analyzes stocks based on 89 factors related to various academic findings and historical research.

- Individual factors are tested over 20-, 10-, 5-, and 2-year time horizons and are weighted based on statistical significance and historical returns.

Kai Petainen

Head of Quantitative Research

- Teaches Quantitative Investing at University of Michigan Ross School of Business
- Featured in The Warren Buffets Next Door – The World's Greatest Investors You've Never Heard of by Matthew Schifrin
- Current contributor at Forbes and featured in articles at *Welt Am Sonntag*, *MSN Money*, the *Globe and Mail*, and many others

Factor Category	Examples
Momentum	• Price returns (1, 6 & 11 month) • Increasing quarterly earnings
Growth	• CAPEX growth • Earnings & Sales growth
Quality	• Accruals (NI-CFO/Assets) • Dechow Fraud Score
Intangibles	• Number of employees • Variations on R&D
Value	• P/E, P/B • Analyst earnings estimate/price
Profitability	• Piotroski F-Score • ROE, ROA, Gross margins
Trading	• Volume, Price • Beta
'Smart Money'	• Insider buying/selling • Institutional buying/selling

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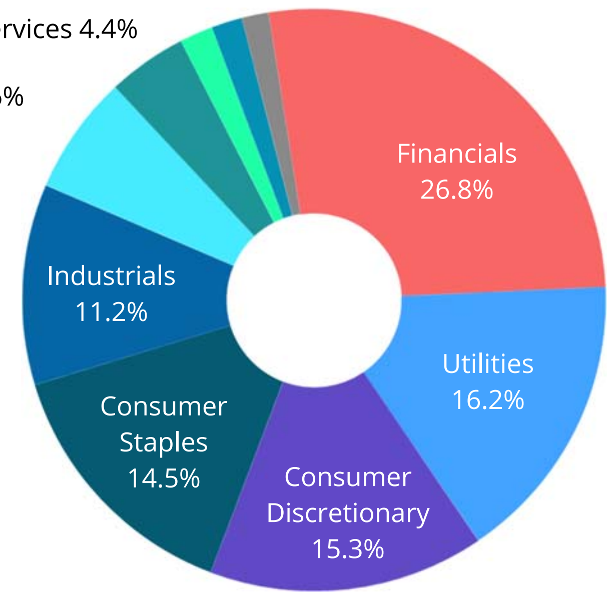
Dividend Capture Fund

Portfolio Highlights

Sector Allocation: as of March 31, 2016



Top Ten Holdings: as of March 31, 2016

Emerson Elec Co.	4.9%
Verizon Communications	4.4%
Six Flags Entertainment	4.3%
Cedar Fair	4.3%
Paychex, Inc.	4.3%
Altria Group, Inc.	4.1%
Procter & Gamble Co.	4.0%
KKR Financial Holdings	3.9%
Wells Fargo & Company	3.7%
Reynolds American, Inc.	3.6%

Portfolio Statistics: as of March 31, 2016

Total Net Assets ($MM)	$90.6
Number of Holdings	47
Top 10 Holdings (%)	41.4
Mean Total Market Cap ($MM)	$42,688
P/E Ratio	15.35

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

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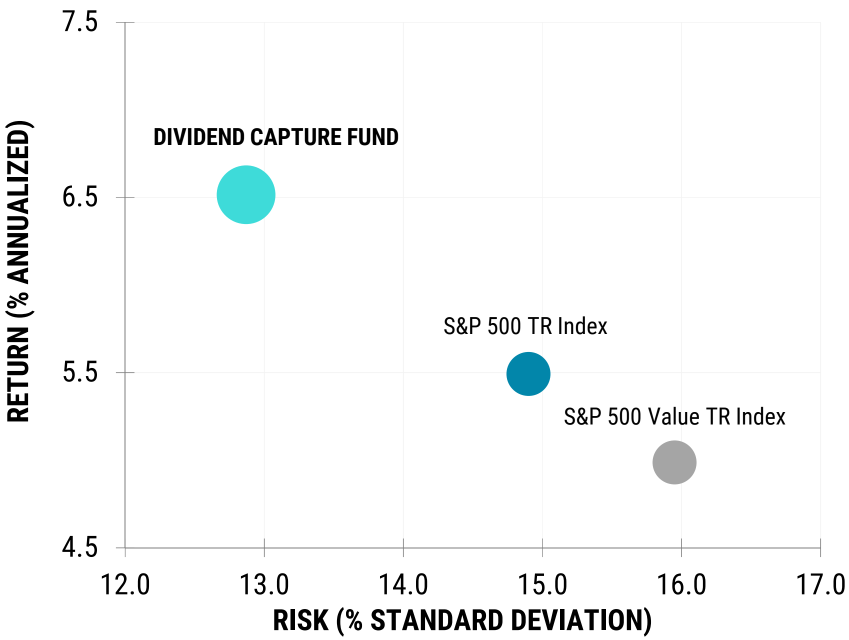
Dividend Capture Fund

Fund Performance

Risk/Return Since Inception*



Performance & Risk Summary

	HDCTX	S&P 500 Value TR Index	S&P 500 TR Index
Annualized Return	6.51%	4.98%	5.49%
Volatility	12.87%	15.95%	14.90%
Sharpe Ratio	0.51	0.31	0.37
Alpha vs. S&P 500	2.60%	-0.74%	-
Beta vs. S&P 500	0.71	1.04	-
Correlation vs. S&P 500	0.83	0.98	-

*** Inception: 03/01/2001**

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Dividend Capture Fund

Fund Performance

Hypothetical Growth of a $10,000 Investment Annual % Returns

March 1, 2001 through March 31, 2016

Annual % Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Institutional Class	7.27	-0.04	20.75	13.52	3.10	16.03	-6.91	-29.26	25.24	13.98	6.02	10.87	21.16	9.60	-3.25	3.79
S&P 500 Value TR	-9.14	-20.85	31.79	15.71	5.82	20.80	1.99	-39.22	21.18	15.10	-0.48	17.68	31.99	12.36	-3.13	2.20
S&P 500 TR	-6.36	-22.10	28.69	10.87	4.89	15.79	5.50	-37.00	26.45	15.06	2.12	15.98	32.41	13.69	1.41	1.35

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Dividend Capture Fund

Summary & How To Invest

At Rational Funds, we believe that dividends are a critical element in the pursuit of long-term equity returns. We believe that the stage is set for markets to remain volatile and therefor investors should consider reallocating to strategies focusing on high dividend, low volatility, high quality U.S. equities.

The **Rational Dividend Capture Fund** seeks total return on investment, with dividend income an important component of that return. **Since 2001, the Fund has significantly outperformed the S&P 500 TR Index with lower volatility and while seeking to provide a monthly dividend distribution.**

How to Invest

Share Class	Ticker	Minimum Investment	CUSIP	Net Expense*	Gross Expense*
Institutional	**HDCTX**	$1,000	628255309	1.00%	1.35%
Class A	**HDCAX**	$1,000	628255101	1.25%	1.60%
Class C	**HDCEX**	$1,000	628255200	1.75%	2.10%

*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.

GLOSSARY

S&P 500 Index: A market capitalization-weighted index that is used to represent the U.S. large-cap stock market.

S&P 500 Value Index: A unmanaged market-capitalization weighted index consisting of those stocks within the S&P 500 that exhibit strong value characteristics.

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.

Price-to-Earnings Ratio : A measures the current share price relative to the per-share earnings.

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Rational Advisors, Inc.
36 New York Avenue
Huntington, NY 11743

info@rationalmf.com

(800) 253 - 0412

www.RationalMF.com