

Class I Shares  
CPQIX

Class A Shares  
CPQAX

Class C Shares  
CPQCX

September 30th, 2020

## OBJECTIVE

The Counterpoint Long-Short Equity Fund seeks capital appreciation and preservation.

## FUND STRATEGY

The Counterpoint Long-Short Equity Fund aims to outperform equity indexes through owning a global multi-factor portfolio and a static S&P 500 overlay with a 0.5 market beta target. The multi-factor stock selection model seeks to identify companies with the most potential for beneficial outcomes with respect to the Fund's positioning.

## POTENTIAL BENEFITS

### Holdings Diversification

Long-short global market-neutral (zero beta) portfolio holds at least 600 names.

### Alpha Potential

Market-neutral part of the portfolio provides meaningful exposure in under-competed international markets and positioning in shorts is large enough to provide substantial alpha potential.

### Low Correlation

The stock-selection model exhibits low to zero correlation to the broad stock market.

### Strategy Diversification

Stocks are ranked with a multifactor model with 10+ core factors at all times.

### Innovative & Recent Factors

Multi-factor model is based on evolving academic research on behavioral mistakes investors make over the long run.

## COUNTRY EXPOSURE

	Long	Short
Australia	7.2%	-7.2%
Canada	2.4%	-2.4%
China	5.1%	-7.5%
France	1.8%	-1.1%
Germany	3.7%	-4.1%
Hong Kong	1.6%	-2.9%
Italy	1.8%	-2.1%
Japan	32.5%	-32.1%
Netherlands	2.2%	-1.3%
Norway	2.5%	-1.4%
Sweden	3.7%	-4.7%
Switzerland	2.3%	-1.6%
United Kingdom	1.1%	-3.0%
United States	44.9%	-41.4%
Other	8.5%	-10.4%
<b>Total Equity Investments*</b>	<b>121.4%</b>	<b>-123.1%</b>

## PORTFOLIO STATISTICS

# of Long holdings	446
# of Short holdings	473
Long Exposure* (% of NAV)	121.4%
Short Exposure* (% of NAV)	-123.1%
Total Fund Assets (\$MM)	8.9
Daily Standard Deviation	0.9%
Correlation to Blended Index †	0.83

\* Statistics on exposure exclude the impact from weights contributed by broad index ETFs and futures allocations.

## PORTFOLIO CHARACTERISTICS

- The Fund holds a static 0.5 beta exposure to the S&P 500 Index, composed of a blend of ETFs, futures, and / or swaps.
- Stock-selection process yields a market-neutral portfolio with more than 600 globally diversified individual holdings from all market capitalization segments.
- Risk management enables balanced long and short exposure within a range of 100-130% on each side. Stock-selection model is optimized to eliminate major sources of risk: market, sector, and currency risk.
- The market-neutral portfolio exhibits an annual standard deviation of 6-7% (less than half of the market in the long run).
- The Fund gives shareholders exposure to under-competed international market segments.
- The Fund employs short-selling to seek alpha. Historical returns to investment factors have typically benefited short sellers disproportionately more than long-only investors.

## SECTOR EXPOSURE

	Long	Short
Communication Services	8.9%	-8.7%
Consumer Discretionary	32.4%	-33.6%
Consumer Staples	8.7%	-8.3%
Energy	4.8%	-5.4%
Financials	15.1%	-15.1%
Healthcare	0.2%	-0.2%
Industrials	19.5%	-19.4%
Information Technology	20.9%	-21.0%
Materials	7.3%	-7.6%
Real Estate	1.7%	-1.9%
Utilities	1.8%	-1.7%
<b>Total Equity Investments*</b>	<b>121.4%</b>	<b>-123.1%</b>

## TOP FIVE HOLDINGS

### Long

Temple & Webster Group Ltd	0.7%
Esprinet S.p.A.	0.6%
BASE CO., LTD.	0.6%
Strike Company, Limited	0.6%
M&A Capital Partners Co., Ltd.	0.6%

### Short

China Everbright Limited	-0.8%
Meyer Burger Technology AG	-0.6%
Saizeriya Co., Ltd.	-0.5%
Flight Centre Travel Group Limited	-0.5%
V Technology Co., Ltd.	-0.5%

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

## FUND FACTS

### Portfolio Managers



Joseph Engelberg, Ph.D.



Michael Krause, CFA

### CUSIPs

66538G114 (I)  
66538G130 (A)  
66538G122 (C)

### Inception Date

October 4, 2017

## STOCK SELECTION

For the market-neutral portion of the strategy, the Adviser selects the particular stocks on which to go long and short based on quantitative ranking models. The target portfolio typically holds:

- More than 600 individual securities
- Invests in both US and International developed-market stocks
- Targets sector and currency neutrality.

For the market exposure portion of the strategy, the Adviser selects a blend of equity index futures, equity index ETFs, and/or equity index swaps based on various factors (liquidity, tracking error, and cost) to achieve exposure to the equity markets with a beta of 0.5.

## FUND PERFORMANCE

	Since Fund Inception	Year to Date	1 Year
CPQIX	-5.31%	-13.41%	-11.47%
CPQAX <i>Without Sales Load</i>	-5.57%	-13.59%	-11.73%
CPQAX <i>With Sales Load (5.75%)</i>	-7.43%	-18.58%	-16.82%
CPQCX	-5.12%	-14.26%	-12.44%
Blended Index †	7.18%	3.75%	8.63%

## QUARTERLY PERFORMANCE - CPQIX

	Q1	Q2	Q3	Q4	Annual	Blended Index †
2018	0.72%	-1.50%	2.72%	-6.99%	-5.21%	-0.95%
2019	-0.71%	4.45%	-4.47%	2.23	1.28%	16.20%
2020	-11.40%	-1.67%	-0.59%	-	-13.41%	3.75%
	Annualized Return				-6.49% †	6.66% †

†The full quarter annualized return does not include the return from the end of 4th quarter 2017 (fund inception), which was 2.18%.  
As of September 30th, 2020

The performance data displayed here represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. The investment return and principal value of an investment will fluctuate so that investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Total Annual Fund Operating Expenses are 2.64%, 3.39% and 2.39% for Class A, Class C and Class I respectively. The Fund's adviser has contractually agreed to waive its fees and reimburse expenses of the Fund, at least until January 31, 2021 to ensure that Total Annual Fund Operating Expenses After Fee Waiver and Reimbursement but does not include: (i) any front-end or contingent deferred loads; (ii) brokerage fees and commissions, (iii) acquired fund fees and expenses; (iii) borrowing costs (such as interest and dividend expense on securities sold short); (iv) taxes; and (v) extraordinary expenses, such as litigation expenses (which may include indemnification of Fund officers and Trustees, contractual indemnification of Fund service providers (other than the Adviser)) do not exceed 2.00%, 2.75% and 1.75% of average daily net assets attributable to Class A, Class C, and Class I shares, respectively. Please review the fund's prospectus for more information regarding the fund's fees and expenses. For performance information current to the most recent month-end, please call toll-free 844-273-8637.

## DEFINITIONS

**Standard deviation** is a measure of dispersion of returns from its mean return. Higher deviation represents higher volatility. **Correlation** is a statistical measure of how two securities move in relation to each other. **Beta** is a measure of the fund's sensitivity to market movements. Beta greater than 1 is more volatile than the market; beta lower than 1 is less volatile than the market.

## IMPORTANT RISK INFORMATION

† The Counterpoint Long-Short Equity Fund Blended index is a composite of 50% S&P 500 Index and 50% of ICE BofAML US 3-Month Treasury Bill Index, an unmanaged market index comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month that issue is sold and rolled into a newly selected issue. The S&P 500® Index is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. As it is not possible to invest in the index the data shown does not reflect or compare features of an actual investment, such as its objectives, costs and expenses, liquidity, safety, guarantees or insurance, fluctuation of principal or return, or tax features.

Mutual Funds involve risk including the possible loss of principal. The use of leverage by the Fund or an Underlying Fund, such as borrowing money to purchase securities or the use of derivatives, will indirectly cause the Fund to incur additional expenses and magnify the Fund's gains or losses. Derivative instruments involve risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. There is a risk that issuers and counterparties will not make payments on securities and other investments held by the Fund, resulting in losses to the Fund. Past performance is no guarantee of future results. There is no assurance the Funds will meet their stated objectives.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Counterpoint Long-Short Equity Fund. This and other important information about the Fund is contained in the prospectus, which can be obtained at [counterpointmutualfunds.com](http://counterpointmutualfunds.com) or by calling 844-273-8637. The prospectus should be read carefully before investing. The Counterpoint Long-Short Equity Fund is distributed by Northern Lights Distributors, LLC member FINRA/SIPC.

## CONTACT INFO

Counterpoint Mutual Funds, LLC  
12760 High Bluff Drive, Suite 280  
San Diego, CA 92130  
844-273-8637

[CounterpointMutualFunds.com](http://CounterpointMutualFunds.com)