

HFXAX | HFXCX | HFXIX

## FUND OBJECTIVE

Capital appreciation and capital preservation in all market conditions, with low standard deviation and low correlation to the U.S. equity market.

## PRIMARY GOALS & REASONS TO INVEST

**Capital Appreciation & Preservation:** The Fund seeks to provide capital appreciation and preservation in all market conditions. Since 2005, the Fund has weathered events such as the financial crisis without large drawdowns.

**Non-Correlated:** The Fund seeks returns that are uncorrelated to equity markets through a strategy that profits from options time decay, changes in futures options volatility, options volatility arbitrage and price and options volatility mean reversion.

## INVESTMENT STRATEGY

The Fund invests primarily in long and short call and put options on U.S. Stock Index Futures contracts. It is managed as an absolute return, market neutral strategy.

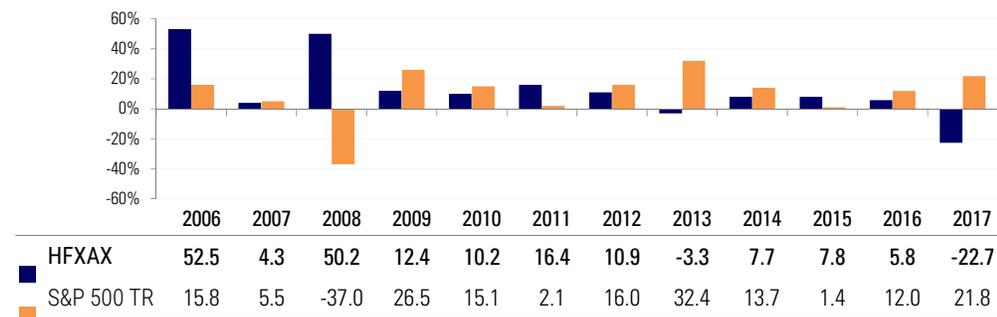
The Fund seeks to achieve its investment objective by buying and selling options and option spreads on stock index futures. Multiple dynamic option strategies are used to manage risk and take profits.

The Fund seeks to earn its return in several ways: (1) Volatility Trading - the Fund may enter option positions designed to hedge or seek profit from either an increase or decrease in stock index volatility; and (2) Upside Price Capture - the Fund may enter options spreads in an attempt to profit from a broad and consistent advance in equity prices. Premium collection, or option writing, can occur, however it is used to mitigate option time decay risk and to realize partial profits on existing positions. Option selling is not used as a stand alone means of earning a return for the Fund.

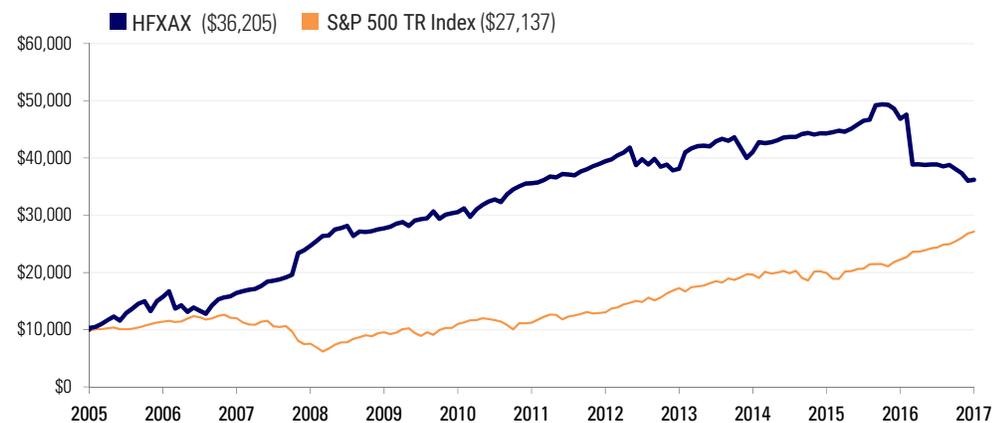
Although the Fund's strategy can take advantage of advancing price trends, it is reactive in nature and does not depend on a prediction of equity market direction. The strategy is designed to produce returns that are not correlated with equity market returns.

The **Catalyst Hedged Futures Strategy Fund** seeks to provide positive returns in all market conditions with low volatility and low correlation to the equity markets by investing in dynamic option strategies on equity index futures contracts.

## Annual Returns (%)



## Growth of \$10,000



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

Share Class/Benchmark	1 Year	3 Years	5 Years	10 Years	Since Inception*
Class A	-22.74	-4.12	-1.70	8.23	11.27
Class A w/ Sales Charge	-27.16	-5.99	-2.85	7.60	10.74
S&P 500 TR Index	21.83	11.41	15.79	8.50	8.64
Class C	-23.37	-4.88	n/a	n/a	-2.91
Class I	-22.64	-3.93	n/a	n/a	-1.98
S&P 500 TR Index	21.83	11.41	n/a	n/a	14.40

\*Inception: 12/15/2005 (A Share), 8/30/2013 (C & I Shares)

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

Performance shown before September 2013 is for the Fund's predecessor limited liability company (Harbor Assets, LLC). The prior performance is net of management fees and other expenses including the effect of the performance fee (see full disclosure on page 2). The Fund's maximum sales charge for Class "A" shares is 5.75%. Investments in mutual funds involve risks. 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 1-866-447-4228. You can also obtain a prospectus at [www.CatalystMF.com](http://www.CatalystMF.com).

# Catalyst Hedged Futures Strategy Fund

December 31, 2017

Class A: HFXAX | Class C: HFXCX | Class I: HFXIX



## Performance & Risk Statistics

(December 15, 2005 – December 31, 2017)

	HFXAX	S&P 500 TR
Alpha (vs. S&P 500 TR)	11.91	-
Beta vs. (vs. S&P 500 TR)	-0.28	-
R-squared (vs. S&P 500 TR)	0.07	-
% of Positive Months	74.0%	68.5%

## GLOSSARY & RISK CONSIDERATIONS:

**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. **R-squared:** A measure of the relationship between a portfolio and its benchmark. **Option Spread:** A type of option that derives its value from the difference between the prices of two or more assets. **S&P 500 Total Return Index:** is considered to be generally representative of the U.S. large capitalization stock market as a whole. You cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

### Past performance is not a guarantee of future results.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Catalyst Funds. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 866-447-4228 or at [www.CatalystMF.com](http://www.CatalystMF.com). The prospectus should be read carefully before investing. The Catalyst Funds are distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. Catalyst Capital Advisors, LLC is not affiliated with Northern Lights Distributors, LLC.

*Mutual Funds involve risk including possible loss of principal. 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, options and hedging strategies. Changes in interest rates and the liquidity of certain investments could affect the Fund's overall performance. 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.*

*Performance shown before September 2013 is for the Fund's predecessor limited liability company (Harbor Assets, LLC). The prior performance is net of management fees and other expenses including the effect of the performance fee. The Fund has been managed in the same style and by the same portfolio manager since the predecessor limited liability company's inception on December 15, 2005. The Fund's investment goals, policies, guidelines and restrictions are, in all material respects, equivalent to the predecessor limited liability company's investment goals, policies, guidelines and restrictions. From its inception on December 15, 2005 through the date of this prospectus, the predecessor limited liability company was not subject to certain investment restrictions, diversification requirements and other restrictions of the 1940 Act of the Code, which if they had been applicable, might have adversely affected its performance. In addition, the predecessor limited partnership was not subject to sales loads that would have adversely affected performance. Performance of the predecessor fund is not an indicator of future results.*

HFXAX | HFXCX | HFXIX

## FUND MANAGEMENT

### Investment Advisor

Catalyst Capital Advisors LLC

### Edward S. Walczak

Senior Portfolio Manager

- Managing member and portfolio manager of Harbor Financial, LLC, a registered Commodity Trading Advisor from 2005 to present
- Formerly: VP of Operations of Acuity Specialty Products; VP of Supply Chain, VP of Purchasing and VP of Engineering at Brach and Brock Confections; Captain of the U.S. Army Corps of Engineers
- BA in Physics and Economics from Middlebury College and MBA from Harvard University's Graduate School of Business

### Kimberly Rios, CFA, CMT

Assistant Portfolio Manager

- Assistant Portfolio Manager of the Catalyst Hedged Futures Strategy Fund
- Formerly: Equity Trader, Assistant Currency Trader, Equity Analyst and Portfolio Specialist
- BSBA in Economics and Finance from the University of Arizona. Equity and Asst. Currency Trader at Brandes Investment Partners; Assistant Portfolio Manager and Trader at Roxbury Capital Management; Equity Analyst at Northern Capital; Portfolio Specialist at RMR Financial Advisor

## INVESTMENT INFORMATION

Total AUM (all share classes as of 12/31/17)	\$1,233 million
Min. Initial Investment	\$2,500
Subsequent Investment	\$50

Share Class	Ticker	CUSIP
A	HFXAX	62827M821
C	HFXCX	62827M813
I	HFXIX	62827M797

Share Class	Inception	Net Expense*
A	12/15/2005	2.24%
C	8/30/2013	2.99%
I	8/30/2013	1.99%

\* Gross expense ratios for the fiscal year are estimated to be 2.29%, 3.04% and 2.04% for the A, C and I shares respectively.

4054-NLD-1/9/2018

NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED

866-447-4228 | [www.CatalystMF.com](http://www.CatalystMF.com)