



NORTH STAR

MUTUAL FUNDS

2016 North Star Mutual Fund Overview

We are pleased to share the results of our four mutual funds from last year. Overall assets in our funds grew to \$240 million. The North Star strategies maintained a disciplined focus of investing primarily in domestic companies that generate high free cash flow and offer what we believe to be compelling valuations. Since we launched our mutual funds, the management structure of the firm and the portfolio managers of each fund has remained the same. Thank you for your continued support and trust in North Star.

North Star Micro Cap Fund NSMVX

- This Fund seeks to achieve capital appreciation by investing in micro-cap companies, defined as companies with market capitalizations under \$500 million.
- 11.1% Average Annual return since inception in 1997
- The Fund gained 26.11% in 2016

North Star Small Cap Dividend Fund NSDVX

- This Fund seeks to achieve dividend income by investing in a diversified portfolio of dividend paying securities with market capitalizations under \$1 billion.
- Rated 5 Stars by Morningstar out of 347 funds in the Small Value Category for the 3 year period ending 12/30/16 based on risk adjusted returns.
- The Fund gained 23.62% in 2016

North Star Opportunity Fund NSOIX

- This Fund seeks to achieve capital appreciation by investing in a diversified portfolio from "Micro to Macro" securities – small and micro cap companies to the largest global corporations.
- Ranked in the top 2% for the one year period ending 12/30/2016 out of 393 funds in the 70%-85% Equity Allocation category based on total returns.
- The Fund gained 14.73% in 2016

North Star Bond Fund NSBDX

- The primary objective of the North Star Bond Fund is to generate income, with preservation of capital as a secondary objective. The fund invests in a diversified portfolio of bonds and other fixed income securities.
- Performance Ranked in the top quartile out of 357 funds in the nontraditional bond category for the 1 year period ending 12/30/2016 base on total returns.
- The Fund gained 7.49% in 2016

Standard Performance

	1-YR	5-YR	Inception
NSDVX	23.62%	13.66%	14.03%

The Fund's total annual operating expense ratio is 1.50%

	1-YR	5-YR	Inception
NSOIX	14.73%	9.88%	5.27%

The Fund's total annual operating expense ratio is 1.37%

	1-YR	5-YR	Inception
NSMVX	26.11%	13.22%	11.08%

The Fund's total annual operating expense ratio is 1.35%

	1-YR	2-YR	Inception
NSBDX	7.49%	2.89%	2.85%

The Fund's total annual operating expense ratio is 1.80%

There is no assurance dividends will be paid. Current performance may be lower or higher than the performance data quoted above. 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 855-580-0900. Performance shown before June 1, 2013 is for the Fund's predecessor limited partnership (North Star Dividend Fund, LP). The prior performance is net of management fees and other expenses, but does not include 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 partnership's inception on February 1, 2010. The Fund's investment goals, policies, guidelines and restrictions are, in all material respects, equivalent to the predecessor limited partnership's investment goals, policies, guidelines and restrictions. From its inception on February 1, 2010 through the date of this prospectus the predecessor limited partnership was not subject to certain investment restrictions of the 1940 Act of the Code, which if they had been applicable might have adversely affected its performance. Performance of the predecessor fund is not an indicator of future results. Investment value will fluctuate, and shares, when redeemed, may be worth more or less than original cost. Performance quoted is past performance and is no guarantee of future results. Current performance may be lower or higher. Please call 855-580-0900 for performance information current to the most recent month-end.

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Morningstar is an independent provider of financial information. Morningstar performance rankings are based on total return without sales charge relative to all share classes of mutual funds with similar objectives and determined by Morningstar. The top 10% of the funds in a rating universe receive five stars, the next 22.5% receive four stars, the next 35% receive three stars, the next 22.5% receive two stars and the bottom 10% receive one star.

Mutual Funds have investment risks including loss of principal. There is no guarantee the fund will meet its objective. In general, the price of a fixed income security falls when interest rates rise. 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. The Fund may invest in high yield securities, also known as "junk bonds". High yield securities provide greater income and opportunity for gain, but entail greater risk of loss of principal. Foreign common stocks and currency strategies will subject the Fund to currency trading risks that include market risk, credit risk and country risk. Municipal securities are subject to credit risk where a municipal security might not make interest and principal payments as they come due. The Advisor follows an investing style that favors value investments. At times when the value investing style is out of favor, the Fund may underperform other funds that use different investing styles. Investments in lesser-known, small and medium capitalization companies may be more vulnerable than larger, more established organizations. As with any investment, there are risks associated with REITs. Investments in lesser-known, small and medium capitalization companies may be more vulnerable than larger, more established organizations. The Advisor does not attempt to keep the portfolio structure or fund performance consistent with any market index. Increased portfolio turnover may result in higher brokerage commissions, and other transaction costs may result in taxable capital gains. Investors cannot directly invest in an index; unmanaged index returns do not reflect any fees, expenses or sales charges.

Investors should carefully consider the investment objectives, risks, charges and expenses of the North Star Funds. No-Load Mutual funds are sold without sales charge; however, they have ongoing expenses, such as management fees. This and other important information about each of the Funds are contained in the prospectus, which can be obtained at www.nsinvestfunds.com or by calling (855)580-0900. The prospectus should be read carefully before investing. The North Star Funds are distributed by Northern Lights Distributors, LLC member FINRA/SIPC. 4117-NLD-1/24/2017