

	MTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
BEQIX (Month-End)	6.37	6.37	1.56	10.63	5.43	-	5.32
Russell 2000 Index	11.25	11.25	-3.52	14.71	7.26	14.52	6.55
Morningstar Cat. Avg.	4.08	4.08	-5.94	4.24	2.30	3.79	1.95
BEQIX (Quarter-End)	-6.21	-2.42	-2.42	6.95	4.12	-	4.12

Month-end data above is through 01/31/19 and quarter-end is through 12/31/18. Fund Inception: 12/31/13

Total operating fund expense as of 03/01/18: 2.60% (Gross), 2.56% (Net). Includes dividend and interest expense on short sales, acquired fund fees and expenses. When excluded the net with limitation expense ratio is 2.19%. See page 3 for more information.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. The fund imposes a 1.00% redemption fee on shares sold within 60 days. For performance information current to the most recent month-end, please call toll free 855-854-7258.

MONTHLY FUND REVIEW

The Balter L/S Small Cap Equity Fund returned 6.37% for January compared to 11.25% for the Russell 2000 Index and 4.08% for the Morningstar Long/Short Equity Category Average. The long portfolio contributed 10.0% and the short portfolio detracted -3.4% during the month, on a gross basis. The portfolio averaged 75.8% long and -29.6% short, resulting in average net exposure of 46.2% and average gross exposure of 105.4%.

MONTHLY COMMENTARY

The Fund returned +6.37% in January, recovering all of the loss from 2018 and then some. The 12-month return for the Fund (through 01/31/19) stands at +1.56% compared to -5.94% for the Morningstar Long/Short Equity Category and -3.52% for the Russell 2000 Index. The Fund has outperformed the Russell 2000 Index by more than 500 basis points over the last 12 months due to preserving capital during the market selloff in Q4 of last year. We remain pleased with how the Fund is performing in different market environments.

The Fund bounced back sharply in January with our biggest underperforming manager in 2018, 12th Street, leading the way. Portfolio construction for the Fund is crucially important to our long-term results. We use four separate sub-advisers with different approaches to investing in small-caps to execute our strategy. We keep our allocations to each manager roughly equally weighted as to not make a bet on which will be the best performer over any specific period. We believe that over a market cycle all four managers in the Fund will generate similar returns but recognize they may come at different times. Our approach is to allocate capital equally to managers who focus on growth and value but take different approaches. As it stands, Millrace and Intrinsic Edge are growth focused managers and Midwood and 12th Street are value focused managers. Over the last three years all four of these managers have been in place, a different one has been the top performer. In 2016, 12th Street was the strongest performer, in 2017 it was Midwood and last year it was Millrace. Over the last 3 years (through 01/31/19), the fund was ranked in the top 3% of the Morningstar Long/Short Equity category. The ranking is based on total return out of 216 funds in the category over this time frame. We believe that our approach to portfolio construction is a key component to generating strong long-term returns for our investors. We fully expect our managers to have periods of underperformance and periods of

outperformance. We do not want to be in the business of having to pick which manager will be the strongest performer in any given year (as we don't believe it is possible) so we strive to maintain equal exposure to each manager in the portfolio. We also believe that this gives investors in the fund confidence on how the portfolio is invested rather than having to assess how well we "dynamically allocate" between managers.

POSITION HIGHLIGHT

A long position in DIRTT Environmental Solutions (DRT CN), a designer, manufacturer, and installer of customized prefabricated interiors, was the biggest contributor during the month adding 46 basis points to performance. The stock price rallied 18.6% in January after falling more than -6% during Q4.

As of 01/31/19, DIRTT represented 2.77% of total assets in the Balter L/S Small Cap Equity Fund.

Sincerely,



Brad Balter, CFA
CEO, Portfolio Manager



Jay Warner, CFA
Portfolio Manager



Ben Deschaine, CAIA
Portfolio Manager



The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The prospectus contains this and other important information about the Fund and it may be obtained by calling 1-844-322-8112, or visiting www.balterliquidalts.com.

Mutual fund investing involves risk. Principal loss is possible. The Fund may use derivatives, including options, which may not perform as anticipated by the Sub-Advisers, may not be able to be closed out at a favorable time or price, or may increase the Fund's volatility. A counterparty's inability to fulfill its obligation may result in financial loss to the Fund. Increases and decreases in the value of the Fund's portfolio may be magnified when the Fund uses leverage.

The fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested. Investments in debt securities typically decrease when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investing in foreign securities exposes investors to economic, political and market risks, and fluctuations in foreign currencies. The fund may invest in the securities of small and medium sized companies. Small and medium company investing subjects investors to additional risks, including security price volatility and less liquidity than investing in larger companies.

Pursuant to an operating expense limitation agreement between Balter Liquid Alternatives, LLC (the "Adviser") and the Fund, the Adviser has agreed to waive its fees and/or absorb expenses of the Fund to ensure that Total Annual Fund Operating Expenses (excluding interest and tax expenses, dividends on short positions and Acquired Fund Fees and Expenses) for the Fund do not exceed 2.19% and 2.54% of the Fund's average net assets, for Institutional Class and Investor Class shares, respectively, through February 28, 2019. This operating expense limitation agreement can be terminated only by, or with the consent of, the Board of Trustees. The Adviser is permitted to seek reimbursement from the Fund for fees it waived and Fund expenses it paid for the prior three fiscal years, as long as the reimbursement does not cause the Fund's operating expenses to exceed the lower of the current expense cap or the expense cap in place at the time of the waiver or reimbursement. Other expenses include 0.01% in recouped management fees in accordance with the operating expense limitation agreement.

The indices shown are for informational purposes only, are not reflective of any investment, nor are they professionally managed. 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 and expenses, liquidity, safety, guarantees or insurance fluctuation of principal or return, or tax features. There is no guarantee that any investment strategy will achieve its objectives, generate profits, or avoid losses. Returns over one year are annualized and include the reinvestment of dividends and income.

Alpha is 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 is a measure of a fund's sensitivity to market movements. Volatility is a statistical measure of the dispersion of returns for a given security or market index. Maximum drawdown is the maximum loss from a peak to a trough of a portfolio, before a new peak is attained. Russell 2000 is an index measuring the performance of approximately 2,000 small-cap companies in the Russell 3000 Index, which is made up of 3,000 of the biggest U.S. stocks. Both indices are a registered trademark of Russell Investment Group. The S&P 500 Index is a market capitalization weighted index of the 500 largest U.S. publicly traded companies by market value. The S&P 500 is a market value or market capitalization weighted index and one of the most common benchmarks for the broader U.S. equity markets. The S&P 600 is an index of small-cap stocks managed by Standard and Poor's. It tracks a broad range of small-sized companies that meet specific liquidity and stability requirements. This is determined by specific metrics such as public float, market capitalization, and financial viability among a few other factors. The Russell 1000 Index is an index of approximately 1,000 of the largest companies in the U.S. equity market. The Russell 1000 is a subset of the Russell 3000 Index. It represents the top companies by market capitalization. The Russell 1000 typically comprises approximately 90% of the total market capitalization of all listed U.S. stocks. The Morningstar Long-Short Equity Category is an average monthly return of all funds in the Morningstar Long-Short Equity Category, including the Fund. The category contains a universe of funds with similar investment objectives and investment style, as defined by Morningstar. Performance of the indices and Morningstar Category Average is generated on the 1st business day of the month.

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Please note that the Morningstar ranking is for the I share class only; other classes will have different performance characteristics due to different expense ratios. Morningstar Percentile Rankings are based on the average annual total returns of the funds in the category for the periods stated and do not include any sales charges or redemption fees. The highest (or most favorable) percentile rank is 1 and the lowest (or least favorable) percentile rank is 100. BEQIX was ranked in the top 20% of the Morningstar Long-Short Equity category over the last 5 years, as of 01/31/19. The ranking is based on total return out of 139 funds in the category over this time frame.

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

The Balter L/S Small Cap Equity Fund is distributed by Northern Lights Distributors, LLC. Balter Liquid Alternatives, LLC is not affiliated with Northern Lights Distributors, LLC, Member FINRA/SIPC. 4305-NLD-2/20/2019