

Class A: ETAMX | Class C: ETCMX | Class I: ETIMX | Class N: ETNMX

## MULTI-ASSET INCOME FUND AT A GLANCE

**Managers:** Dolores Bamford, CFA; David Dirk, CFA

**Fund Objective:** Seeks to provide current income while maintaining the potential for capital appreciation.

**About the Fund:** A diversified mutual fund representing our “best ideas” for current income, income growth, and long-term capital appreciation. Balanced exposure to fixed-income and equity-income securities.

**Benchmarks:** Russell Midcap Value Index, Bloomberg Barclays U.S. Intermediate Aggregate Bond Index, Multi-Asset Income Blend

**Previous Benchmark:** MSCI ACWI (net) Index

**Morningstar Category:** US Fund Allocation — 30% to 50% Equity

**Lipper Category:** Flexible Portfolio

**Net Assets:** \$148 million

**Inception Date:** July 15, 2015

## REVIEW

The Eventide Multi-Asset Income Fund (Class N) posted a total return of 12.03% for the second quarter of 2020, compared with the Russell Midcap Value Index of 19.95%, the Bloomberg Barclays U.S. Intermediate Aggregate Bond Index total return of 2.13%, the Multi-Asset Income Blend total return of 10.88%, and the MSCI ACWI (net) Index total return of 19.22%. The Fund (Class N) posted a total return of 7.03% for the 12 months ending 6/30/2020 compared to the Russell Midcap Value Index of -11.81%, the Bloomberg Barclays U.S. Intermediate Aggregate Bond Index of 6.60%, the Multi-Asset Income Blend of -1.81% and the MSCI ACWI (net) Index of 2.11%. The Fund, which is balanced between 50% equity and 50% fixed income, outperformed its 50%/50% custom blend benchmark by 1.15% for 2Q2020 and by 8.84% for 12 months ended 6/30/2020. The Fund’s equity positions in 2Q2020 slightly underperformed the Russell Midcap Value benchmark’s recovery but remain substantially ahead of the benchmark for 1H2020 from a continued overweight positioning in secular growth themes and in companies well positioned in the post COVID 19 economy. Strong outperformance in 2Q2020 came from the Fund’s technology positions, consumer companies, clean energy financing, and technology infrastructure and life science real estate investment trusts. Positive performance in 2Q2020 was offset by the Fund’s underweights in cyclical sectors which had a sharp recovery in the quarter from depressed levels. The Fund’s fixed income positions outperformed their benchmark for the quarter from outperformance in corporate bonds and agency bonds with a recovery in the bond markets in the quarter, offset by underperformance in mortgage backed securities.

## CONTRIBUTORS

In the second quarter of 2020, the largest positive contributors to performance were Hannon Armstrong Sustainable Infrastructure, Lowe’s Cos Inc, Skyworks Solutions Inc, DR Horton Inc, and Teradyne Inc. Hannon Armstrong Sustainable Infrastructure benefitted from strong growth and pricing in its clean energy and energy efficiency financing projects. Lowe’s continued to improve its operations and consumers have increased their spending on home improvement projects during the pandemic. Skyworks continued to benefit from significant content gains in 5G handsets with their best-in-class radio frequency solutions while investors gained confidence in an FQ3 2020 cyclical trough. D.R. Horton, deemed an essential business during COVID, benefited from strong demand for and limited supply of new, affordable homes outside urban centers. Teradyne benefitted from the ramp of 5G handsets with increased semiconductor content and complexity driving demand for testing equipment.

### Top Five Contributors<sup>1</sup>

Q2 2020

| Company                            | Ticker | Sector            | Average Weight | Contribution to Return | Total Return <sup>2</sup> |
|------------------------------------|--------|-------------------|----------------|------------------------|---------------------------|
| Hannon Armstrong Sustainable Infra | HASI   | Financials        | 2.62%          | 0.96%                  | 42.10%                    |
| Lowe’s Cos Inc                     | LOW    | Consumer Discret. | 1.71%          | 0.75%                  | 57.96%                    |
| Skyworks Solutions Inc             | SWKS   | Technology        | 1.76%          | 0.66%                  | 43.59%                    |
| DR Horton Inc                      | DHI    | Consumer Discret. | 1.69%          | 0.64%                  | 63.66%                    |
| Teradyne Inc                       | TER    | Technology        | 1.28%          | 0.56%                  | 56.25%                    |

## DETRACTORS

In the second quarter of 2020, the largest negative detractors to performance were PNC Financial Services, Steris PLC, Xylem, ITT Inc, and TCF Financial Corp. PNC was down with most banks due to COVID-induced economic uncertainty and net interest margin pressure from lower interest rates. Steris underperformed due to a decline in medical procedures which impacted demand for its sterilization products and services. Xylem was hurt by weakness in its industrial and commercial end-markets. ITT shares declined due to concerns about a slow recovery in its auto and industrial businesses. TCF was down along with most banks due to COVID-induced economic uncertainty and net interest margin pressure from lower interest rates.

### Top Five Detractors<sup>1</sup>

Q2 2020

| Company                | Ticker | Sector            | Average Weight | Contribution to Return | Total Return <sup>2</sup> |
|------------------------|--------|-------------------|----------------|------------------------|---------------------------|
| PNC Financial Services | PNC    | Financials        | 0.03%          | -0.02%                 | -1.87%                    |
| Steris PLC             | STE    | Healthcare        | 0.42%          | -0.03%                 | -3.59%                    |
| Xylem                  | XYL    | Industrials       | 0.48%          | -0.04%                 | -4.85%                    |
| ITT Inc                | ITT    | Consumer Discret. | 0.27%          | -0.05%                 | -6.00%                    |
| TCF Financial Corp     | TCF    | Financials        | 0.27%          | -0.06%                 | -2.45%                    |

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MACRO COMMENTARY AND OUTLOOK

U.S. stock markets posted a sharp recovery in 2Q2020 from depressed levels in 1Q driven by multiple positive developments in response to the spread of COVID 19 and its negative effects. The positive developments included US government delivering significant fiscal stimulus to families and businesses and the Federal Reserve swiftly supporting the financial markets. Efforts to curb the spread of the virus also started to have positive results in lowering the pace of infections and death rates. Many states, consequently, across the country started reopening for business starting in April through June. Furthermore, the market responded positively to news regarding promising initial results for new vaccines, treatments, and therapies for COVID 19. The trajectory of continued economic improvement is promising for the rest of the year but not without risks of setbacks from new waves of outbreaks. Even in these challenging times, for Eventide Multi-Asset Income Fund, we continue to see many opportunities for investing in companies that we believe achieve attractive long-term capital appreciation, income, and positive impact on the world.

| Trailing Returns <sup>2</sup>  |         | 30 Jun 2020 |                     |                              |
|--|---------|-------------|---------------------|------------------------------|
| Eventide Multi-Asset Income Fund                                       | YTD     | 1-year      | 3-Year <sup>4</sup> | Since Inception <sup>4</sup> |
| Class N  | 0.77%   | 7.03%       | 4.60%               | 5.80%                        |
| Class A without load   | 0.83%   | 7.07%       | 4.55%               | 5.75%                        |
| Class A with 5.75% load <sup>3</sup>                                   | -4.99%  | 0.95%       | 2.52%               | 4.49%                        |
| Class C  | 0.39%   | 6.23%       | 3.78%               | 4.96%                        |
| Class I  | 0.87%   | 7.23%       | 4.79%               | 6.00%                        |
| <i>Benchmarks</i>  |         |             |                     |                              |
| Russell Midcap Value Index <sup>6</sup>                                | -18.09% | -11.81%     | -0.54%              | 3.19%                        |
| Bloomberg Barclays U.S. Intermediate Aggregate Bond Index <sup>6</sup> | 4.67%   | 6.60%       | 4.29%               | 3.40%                        |
| Multi-Asset Income Blend <sup>7</sup>                                  | -6.30%  | -1.81%      | 2.48%               | 3.76%                        |
| <i>Previous Benchmark</i>  |         |             |                     |                              |
| MSCI ACWI (net) Index <sup>6</sup>                                     | -6.25%  | 2.11%       | 6.13%               | 6.22%                        |

**Performance is historical 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 data quoted. Investors cannot directly invest in an index, and unmanaged index returns do not reflect any fees, expenses, or sales charges. The volatility of an index may be materially different than that of the Fund, and investors should not expect the Fund to achieve the same results as a listed index. Performance data current to the most recent month-end may be obtained by calling 1-877-771-EVEN (3836).**

Eventide Multi-Asset Income Fund expenses: Class A, Gross Expenses 1.22%, Net Expenses 1.07%; Class C, Gross Expenses 1.97%, Net Expenses 1.82%; Class I, Gross Expenses 0.97%, Net Expenses 0.82%; Class N, Gross Expenses 1.17%, Net Expenses 1.02%. The adviser has contractually agreed to waive fees and/or reimburse expenses of the Fund through 10/31/2021. The agreement may only be terminated by the Fund's Board of Trustees on 60 days' written notice. Management fees through 2/29/2020 were 0.73%. As of 3/1/2020 management fees were changed to 0.60%.

1. Source: Bloomberg PORT Attribution Report. Allocation percentages are subject to change at any time, and should not be considered investment advice.
2. The total return percentage listed is impacted by the Fund's transactions and transacted price levels of the holding during the quarter.
3. The returns shown do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. Because of ongoing market volatility, fund performance may be subject to substantial short-term changes.
4. Performance figures for periods greater than 1 year are annualized. Annualized since inception figures assume an inception date of 7/15/2015.
5. In the case of investments at or above the \$1 million breakpoint (where you do not pay an initial sales charge), a 1.00% contingent deferred sales charge ("CDSC") may be assessed on shares redeemed within eighteen months of purchase. The CDSC for these Class A shares is based on the NAV at the time of purchase. The holding period for the CDSC begins on the day you buy your shares. Some intermediaries may waive or discount the CDSC under certain circumstances.
6. The Fund's primary benchmark to compare its performance has been changed from the MSCI ACWI (net) Index to the Russell Midcap Value Index because the Fund's Adviser believes it is more reflective of the Fund's portfolio. The Russell Midcap Value Index measures the performance of the U.S. equity mid-cap value segment. The Bloomberg Barclays U.S. Intermediate Aggregate Bond Index is a market capitalization-weighted index, meaning the securities in the index are weighted according to the market size of each bond type. Most U.S.-traded investment grade bonds are represented. Municipal bonds and Treasury Inflation-Protected Securities are excluded. The index includes Treasury securities, Government agency bonds, mortgage-backed bonds, corporate bonds, and a small amount of foreign bonds traded in the U.S. The Multi-Asset Income Blend is a proprietary Eventide benchmark composed of 50% Russell Midcap Value Index and 50% Bloomberg Barclays U.S. Intermediate Aggregate Bond Index. The Fund's previous benchmark, the MSCI All Country World Index is a free float adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets and consists of 46 country indices comprising 23 developed and 23 emerging market country indices.

The opinions expressed herein are those of the Fund's portfolio management team as of 6/30/2020 and are subject to change. There is no guarantee that such views are correct or that the outlook opinions will come to pass. Specific companies mentioned are for performance attribution informational purposes only and should not be construed as buy or sell advice. Reliance upon the views expressed herein is at the sole discretion of the reader.

**Mutual funds involve risk including the possible loss of principal. Past performance does not guarantee future results.** The Fund's ethical values screening criteria could cause it to under-perform similar funds that do not have such screening criteria. The Fund can have risk related to option investing. Investors in the Fund should be aware that interest rates may change at any time based on government policy. In general, the price of a fixed income security falls when interest rates rise. Longer term securities may be more sensitive to changes in interest rates. The intermediate-term bond portion of the Fund's portfolio may represent 0% to 100% of the Fund's portfolio with an average duration of between two and eight years. The Fund may invest, directly or indirectly, in "junk bonds." Such securities are speculative investments that carry greater risks than higher quality debt securities. There are unique risks associated with convertible securities, credit, emerging markets, foreign securities, MLPs, preferred stocks, REITs, securities, small cap stocks, U.S. Agency securities, and yieldcos that are covered in the Fund's prospectus and SAI.

**Investors should consider a fund's investment objectives, risks, charges and expenses carefully before investing or sending money. This and other important information can be found in the prospectus, which can be obtained at [www.eventidefunds.com](http://www.eventidefunds.com) or by calling 1-877-771-EVEN (3836). Please read the prospectus carefully before investing. Eventide Mutual Funds are distributed by Northern Lights Distributors, LLC, Member FINRA/SIPC, which is not affiliated with Eventide Asset Management, LLC.**