

The month of October continued to see elevated inflation readings. For starters, the CPI Index came in at +5.3% yr/yr, which is the highest level investors have seen in over a decade. On top of that, the Fed’s preferred inflation gauge – the personal consumption expenditures (PCE) Price Index – was up +4.3% yr/yr last month, a level that is well above the Fed’s target. Although to be fair, the Fed clearly laid out to the market that it is willing to let inflation “run hot” for a bit in order to hit its average inflation target over a multi-year period.

One might think that given the outsized spikes in inflation we are currently witnessing, that bond yields would be soaring. But that would not be an accurate description of the action in yields. During October, bond yields worked their way a bit higher, but it didn’t take shape in anything that resembled a straight line. The move higher was choppy, and bond yields at 1.55% are still a ways off from their March highs. That seems odd given that inflation is running much hotter now than it was in Q1. But maybe bond yields will still hit new highs before the end of the year.



There are a myriad of reasons that inflation is running hot right now, most of which stem from the dynamics of the pandemic. But the one argument that seems to be lost on many pundits is the math behind “base effects”. That is, the year-over-year comparisons that make up the inflation readings. Right now, we have 2021 data being compared against the same time periods in 2020. Well, the entire globe was basically locked down in 2020. That makes for what are likely the easiest comparisons many have seen in their lifetimes. As such, it should not be surprising at all that we are seeing big spikes in inflation readings. But 2022 should be a different story. Next year we will start to see 2022 data being compared to more normalized readings from 2021, and we think the data is likely to show moderation that most people have yet to acknowledge.



ACM Tactical Income Fund

Monthly Commentary

October 2021

The **ACM Tactical Income Fund** (TINIX) returned +0.85% in October, while the Bloomburgs AGG returned -0.03%. For the YTD period, TINIX has returned +1.75% vs. the AGG index which is still negative at -1.58%.

Positive contributors to performance came from business development companies (BDCs), master limited partnerships (MLPs), and preferred stocks. Negative contributors were high yield corps, high yield munis, and closed-end income funds.

We want to thank all of you for your continued support.

Sincerely,

*Jordan L. Kahn, CFA
Chief Investment Officer*

Sources: Standard & Poor's, Stockcharts.com, Briefing.com

Investors are not able to invest directly in the indices referenced and unmanaged index returns do not reflect any fees, expenses or sales charges. For current performance information, please visit our performance page: <http://acm-funds.com/tactical-income-performance/>

There is no guarantee that any investment strategy will achieve its objectives, generate profits or avoid losses.

ETF's are subject to specific risks, depending on the nature of the underlying strategy of the fund. These risks could include liquidity risk, sector risk, as well as risks associated with fixed income securities, real estate investments, and commodities, to name a few. Investments in foreign securities could subject the Fund to greater risks including, currency fluctuation, economic conditions, and different governmental and accounting standards.

Investors should carefully consider the investment objectives, risks, charges and expenses of the ACM Tactical Income Fund. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 844-798-3833. The prospectus should be read carefully before investing. The ACM Tactical Income Fund is distributed by Northern Lights Distributors, LLC, member."http://www.finra.org/" FINRA. "http://www.sipc.org/" SIPC. Northern Lights Distributors, LLC and Ascendant Capital Management, LLC are not affiliated.

ACM Tactical Income Fund Class I TINIX | October 2021 Fact Sheet

Portfolio Management



Jordan L. Kahn, CFA
Chief Investment Officer
Mr. Kahn has 25 years of experience in the investment industry serving as a senior portfolio manager, equity research analyst, and investment consultant. Mr. Kahn received his Master's of Science in Financial Markets and Trading from the Stuart School of Business at the Illinois Institute of Technology.

Fund Profile *As of 10/31/2021*

Inception Date 12/31/2018
Style Tactical Income
Benchmark Bloomberg US Aggregate

Risk Metrics *As of 10/31/21*

Beta 0.54
Standard Deviation 4.37

Fund Overview

The ACM Tactical Income Fund is designed as a core investment for investors seeking income generation, while also focusing on capital preservation. The fund employs a tactical strategy which aims to capture attractive income opportunities and mitigate downside risk when markets experience downturns.

We strive to help our investors participate in the gains available from financial markets, while mitigating the downside risk

Performance

As of 10/31/2021

	1-mth	3-mth	YTD	1-Yr*	Since Inception*
TINIX	0.85%	-0.56%	1.75%	4.50%	4.88%
Bloomberg US Agg Bond	-0.03%	-1.08%	-1.58%	-0.90%	5.24%
Morningstar NT Bond	-0.09%	-0.15%	1.69%	5.53%	3.44%

**As of 9/30/21*

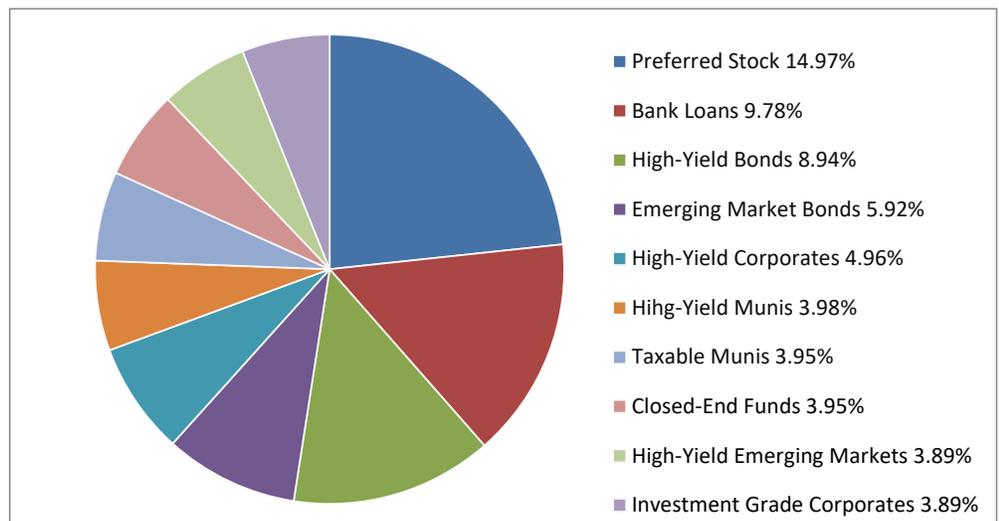
Investments in mutual funds involve risks. Performance is historic and does not guarantee future results. Investment principal value will fluctuate with changing market conditions so that when redeemed, shares may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. To obtain the most recent month end performance information or the Fund's prospectus please call the fund at 1-844-798-3833. You can also obtain a prospectus at www.ACM-funds.com.

The fund's maximum sales charges for Class "A" shares is 5.75%. Actual Total Annual Fund Operating Expenses are 2.36% for Class A and 2.11% for Class I shares. The adviser has contractually agreed to reduce its fees and reimburse expenses of the Fund, at least until April 30, 2022, to ensure that the net annual fund operating expenses will not exceed 2.07% for Class A shares and 1.82% for Class I shares, subject to possible recoupment from the Fund in future years.

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 1-844-798-3833.

Sector Weightings

As of 10/31/2021



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

Investors should carefully consider the investment objectives, risks, charges and expenses of the ACM Tactical Income Fund. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 1-844-798-3833. The prospectus should be read carefully before investing. The Tactical Income Fund is distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. Northern Lights Distributors, LLC and ACM Funds, LLC are not affiliated.

Mutual funds involve risk including possible loss of principal. Adverse changes in currency exchange rates may erode or reverse any potential gains from the Fund's Investments. ETF's are subject to specific risks, depending on the nature of the underlying strategy of the fund. These risks include liquidity risk, sector risk, as well as risks associated with fixed income securities, real estate investments, and commodities, to name a few. Investments in underlying funds that own small and mid-capitalization companies may be more vulnerable than larger, more established organizations. Derivative instruments involve risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. Investments in foreign securities could subject the Fund to greater risks including, currency fluctuation, economic conditions, and different governmental and accounting standards. In addition to the risks generally associated with investing in securities of foreign companies, countries with emerging markets also may have relatively unstable governments, social and legal systems that do not protect shareholders, economies based on only a few industries, and securities markets that trade a small number of issues.

Investors bear the risk that the Fund may not be able to implement its investments strategies or attract sufficient assets. Purchased put options may decline in value or expire worthless and may have imperfect correlation to the value of the Fund's portfolio securities. Written call and put options may limit the Fund's participation in equity market gains and may amplify losses in market declines. The Fund's losses are potentially large in a written put or call transaction. If unhedged, written calls expose the Fund to potentially unlimited losses. The Fund will incur a loss as a result of a short position if price of the short position instrument increases in value between the date of the short position sale and the date on which an offsetting position is purchase. Short positions may be considered speculative transactions and involve special risks, including greater reliance on the ability to accurately anticipate the future value of a security of instrument. The Fund's losses are potentially large in a short position transaction.

Beta is a measure of systemic risk. **Standard Deviation** is a statistical measurement. It sheds light on the historical volatility of that investment. The greater the standard deviation of a security, the greater the variance between each price and the mean, indicating a larger price range.

The **Bloomberg U.S. Aggregate Bond Index** is an unmanaged, fixed income, market-value-weighted index generally representative of investment grade fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities with maturities of at least one year. The Bloomberg U.S. Aggregate Bond Index figures do not reflect any fees, expenses, or taxes. An investor cannot invest directly in an index.