# ACM Tactical Income Fund

## Monthly Commentary

**November 2021**

The month of November was quite a choppy month in the bond market. The yield on the 10-year Treasury started the month near 1.57%. It briefly spiked on strong inflation reports, touching 1.69%. At those levels, it wasn't far from its March 2021 highs (1.76%) and looked like a retest of said highs was in the cards. But then the bond market seemed to worry more about growth slowing down, and yields plunged into month end, finishing at just 1.44%.

While it's interesting to follow the gyrations of the 10-year Treasury yield, it's important to remember that it is mainly the underlying economic data – and the bond market's forecast of future economic data – that drive all of the ups and downs in bond yields. Bond yields were moving higher for most of November as inflation data was coming in a multi-decade highs, and projections for GDP growth in the near-term were very strong. But around Thanksgiving when news of the Omicron variant broke, the narrative quickly changed to worries about renewed lockdowns or business closures, and how such events would slow the pace of economic growth. That is when bond yields started plunging, although we think there may have been a short-term overshoot.


Past performance does not guarantee future results.
The blue line above represents the 50-day moving average.

As equity markets sold off in late November, so too did most of the higher yielding income sectors. The selloffs were pretty pervasive across the board, from high yields to preferreds, BDCs to closed-end income funds, there were few places to hide (other than low yielding Treasuries). This led us to focus on risk management and play defense in the Fund. By the end of the month, there were many positions that we had tactically reduced and moved into cash. Cash levels at month end stood at their highest levels of the year.

As always, our goal is to minimize drawdowns and protect capital. When the above sectors find their footing and start to rebound, we will look to re-allocate and participate in any new uptrends that emerge.

# ACM Tactical Income Fund

Monthly Commentary

**November 2021**

The **ACM Tactical Income Fund** (TINIX) returned -2.14% in November, while the Barclays AGG returned -0.30%. For the YTD period, TINIX has returned -0.43% vs. the AGG index which is still negative at -1.29%.

Positive contributors to performance came from munis and Treasuries. Negative contributors were mortgage REITs, preferreds, closed-end income funds, and convertibles.

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 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.**

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.

## 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 11/30/2021*

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

## Risk Metrics *As of 11/30/21*

| | |
|---|---|
| **Beta** | 0.54 |
| **Standard Deviation** | 4.56 |

## 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 11/30/2021*

| | 1-mth | 3-mth | YTD | 1-Yr* | Since Inception* |
|---|---|---|---|---|---|
| **TINIX** | -2.14% | -3.01% | -0.43% | 4.50% | 4.88% |
| Bloomberg US Agg Bond | 0.30% | -0.60% | -1.29% | -0.90% | 5.24% |
| Morningstar NT Bond | -0.66% | -1.07% | 1.16% | 5.53% | 3.44% |

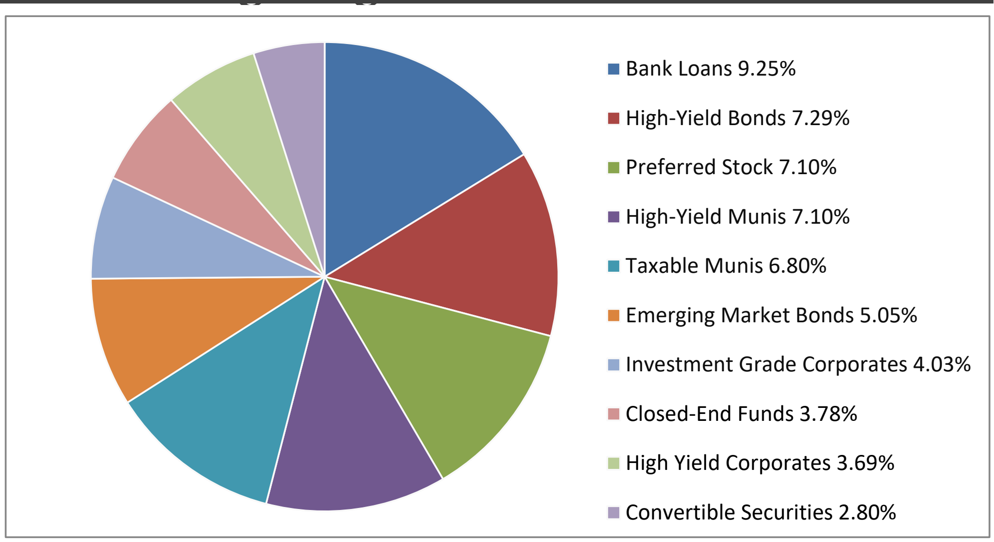
**As of 9/30/21*

***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 11/30/2021*




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

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*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 correlati0on 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 de 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.*



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