

HIIFX | HIICX | HIIIX



HIIIX is rated 5-stars by Morningstar for the period ending 9/30/2024, based on 5-year risk-adjusted returns out of 563 Funds in the High Yield Bond category.

## FUND OBJECTIVE

The Fund's investment objective is income with capital appreciation as a secondary objective.

## INVESTMENT STRATEGY

The Fund seeks to provide a high level of current income with capital appreciation as a secondary objective by investing in a portfolio of high yield corporate bonds, convertible securities and asset-backed securities.

## INVESTMENT PROCESS

The SMHCA High Yield Investment Process consists of three disciplines:

1. Credit Risk Reduction
2. Maximizing Return for the Risk
3. Reduction of Market Risk

The process is a bottom-up value type investment style with a primary focus on the balance sheet of the businesses.

1. In **Phase One** we perform an exhaustive analysis of the company's financial statements. Each security must be able to answer "yes" to the question: Are there tangible assets to cover our cost in the bonds?
2. Once a security has passed all of Phase One, we move to **Phase Two** where we look for Adequate Return for the Risk. The goal of this phase is to purchase securities that are the best relative value while avoiding overpriced securities and markets.
3. **Phase Three** is put in place to help us avoid "being the market". By keeping a focused portfolio of 20-40 securities, we believe this phase allows us to reduce the Systematic or Market Risk while still adding excess returns.

The Catalyst/SMH High Income Fund is an investment option for those seeking high current income driven by a disciplined, bottom-up approach.

## Primary Goals & Key Reasons to Invest

**Current Income:** With investment options in non-investment grade corporate bonds, convertible securities and asset-backed securities, the portfolio is developed with the objective to provide high current income.

**Focused Portfolio:** The Fund uses a strict value-type discipline with a primary focus on the balance sheet of the business. The goal is to purchase securities that are the best relative value while avoiding overpriced securities and markets.

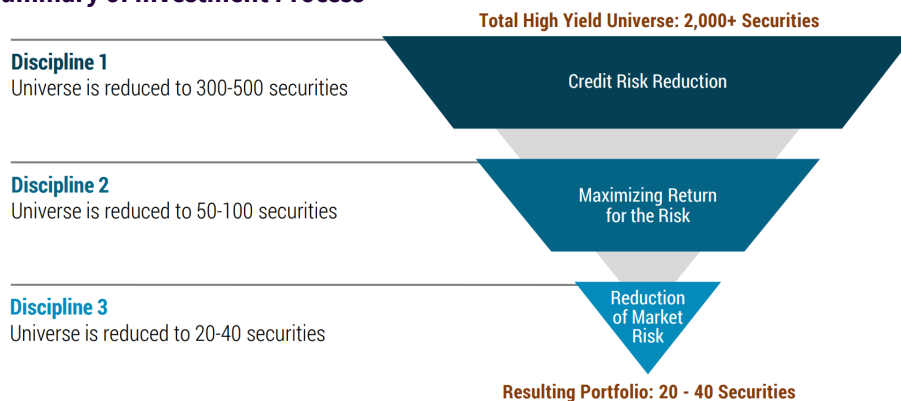
**Risk Management:** The investment process focuses on reducing credit and market risk while ensuring adequate return given the level of risk. Securities will not be added unless there are tangible assets to cover our cost in the bonds.

## Current Income: 30-Day SEC Yield

Share Class	Subsidized	Unsubsidized
Class A	5.96%	5.15%
Class C	5.52%	4.67%
Class I	6.52%	5.67%

SEC Yield calculated according to SEC form N-1A. The 30-Day Yield represents net investment income earned by the Fund over the 30-day period ending 9/30/2024, expressed as an annual percentage rate based on the Fund's share price at the end of the 30-day period. The unsubsidized 30-day SEC Yield reflects the 30-day yield without expense reimbursements or fee waivers during the period.

## Summary of Investment Process



## Performance (%): Ending September 30, 2024

Annualized if greater than a year

Share Class/Benchmark	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception*
<b>Class I</b>	<b>3.98</b>	<b>7.77</b>	<b>16.32</b>	<b>3.02</b>	<b>5.94</b>	<b>3.26</b>	<b>2.47</b>
Bloomberg US Agg TR Index	5.20	4.45	11.57	-1.39	0.33	1.84	2.03
ML US Cash Pay HY	5.28	7.96	15.63	3.14	4.56	4.96	5.24
<b>Class A</b>	<b>4.20</b>	<b>7.58</b>	<b>16.03</b>	<b>2.77</b>	<b>5.73</b>	<b>3.01</b>	<b>3.56</b>
<b>Class C</b>	<b>3.72</b>	<b>6.68</b>	<b>15.15</b>	<b>1.97</b>	<b>4.87</b>	<b>2.22</b>	<b>2.78</b>
<b>Class A w/ Sales Charge</b>	<b>-0.75</b>	<b>2.47</b>	<b>10.52</b>	<b>1.11</b>	<b>4.71</b>	<b>2.51</b>	<b>3.25</b>
Bloomberg US Agg TR Index	5.20	4.45	11.57	-1.39	0.33	1.84	2.91
ML US Cash Pay HY	5.28	7.96	15.63	3.14	4.56	4.96	6.58

\* Class A & C Inception: 05/21/2008, Class I Inception: 07/1/2013

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

The Fund's maximum sales charge for Class "A" shares is 4.75%. Investments in mutual funds involve risks. Performance is historic 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 performance data quoted. To obtain the most recent month end performance information or the funds prospectus please call the fund, toll free at 1-866-447-4228. You can also obtain a prospectus at [www.CatalystMF.com](http://www.CatalystMF.com) 20241018-3949598

# CATALYST/SMH HIGH INCOME FUND

Q3 2024 Fact Sheet

Class A: HIIFX | Class C: HIICX | Class I: HIIIX



## Top Holdings<sup>1</sup>

COEUR MINING INC SR UNSECURED COMPANY GTD144A CALLABLE	5.2%
MPT OPER PARTNERSP/FINL SR UNSECURED CALLABLE	4.8%
HOWARD HUGHES CORP CPN 4.375 DUE 02-01-2031	4.8%
OFFICE PPTY INCOME TRUST 1ST LIEN 144A CPN 9.000 DUE 09-30-2029	4.6%
AMERICAN AXLE AND MFG INC CPN 5.00 DUE 10-01-2029	4.3%
US STEEL CORP CPN 6.650 DUE 06-01-2037	4.2%
NORDSTROM INC CPN 5.00 DUE 01-15-2044	4.0%
WISDOMTREE INC CPN 5.7500 DUE 08-15-2028	3.8%
RAYONIER AM PROD INC - 144A - CPN 7.625 DUE 01-15-2026	3.8%
ODEON F	3.7%

<sup>1</sup>Holdings are subject to change and should not be considered investment advice.

## Moody's Credit Quality

Cash	2.4%
B1	21.0%
B2	13.5%
B3	3.7%
Ba2	6.5%
Ba3	15.5%
Baa3	3.8%
Caa1	9.6%
Caa2	5.7%
NR	11.0%

## Glossary:

**Modified Duration:** provides a measure of a fund's interest-rate sensitivity -- the higher value a fund's duration, the more sensitive the fund is to shifts in interest rates. **Merrill Lynch US Cash Pay High Yield Index** tracks the performance of US dollar denominated below investment grade corporate debt, currently in a coupon paying period, that is publicly issued in the US domestic market. Investors cannot directly invest in an index. Unmanaged index returns do not reflect any fees, expenses or sales charges. **Bloomberg US Aggregate Bond Index:** A market capitalization-weighted index that is designed to measure the performance of the U.S. investment grade bond market with maturities of more than one year.

Past performance is not a guarantee of future results.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Catalyst Funds. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 866-447-4228 or at [www.CatalystMF.com](http://www.CatalystMF.com). The prospectus should be read carefully before investing. The Catalyst Funds are distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. Catalyst Capital Advisors, LLC and SMH Capital Advisors, LLC are not affiliated with Northern Lights Distributors, LLC.

## Risk Considerations:

Investing in the Fund carries certain risks. The value of the Fund may decrease in response to the activities and financial prospects of an individual security in the Fund's portfolio. The Fund is non-diversified and may invest a greater percentage of its assets in a particular issue and may own fewer securities than other mutual funds. The Fund may be subject to substantial short-term changes. These factors may affect the value of your investment. The Fund invests in lower-quality, non-investment grade bonds, asset backed securities and convertible securities. Non-investment grade corporate bonds are those rated Baa or lower by Moody's or BBB or lower by S&P (also known as "junk" bonds). Asset-backed securities are securities issued by trusts and special purpose entities that are backed by pools of assets, such as automobile and credit-card receivables and home equity loans, which pass through the payments on the underlying obligations to the security holders. Convertible securities are bonds or preferred stocks which are convertible into, or exchangeable for, common stocks. Lower-quality debt securities involve greater risk of default or price changes due to changes in the credit quality of the issuer. Asset Backed securities are subject to the risk that, if the issuer fails to pay interest or repay principal, the assets backing these securities may not be sufficient to support payments on the securities.

HIIIX was also rated 3-stars by Morningstar for the 3-year period, and 1-star for the 10-year period, out of 598 Funds and 425 Funds, respectively, in the High Yield Bond category, for the period ending 9/30/2024. The overall Morningstar rating for HIIIX is 3-stars out of 598 Funds in the High Yield Bond category, based on risk-adjusted returns, for the period ending 9/30/2024.

The Morningstar Rating<sup>™</sup> for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life sub-accounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The Morningstar Rating does not include any adjustment for sales loads. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and ten-year (if applicable) Morningstar Rating metrics.

## Sector Allocation

Real Estate	15.0%
Financial Tech	12.0%
Mining	11.0%
Reit	11.0%
Auto	9.0%
Clothing	8.0%
Financial	7.0%
Construction	6.0%
Correction	2.5%
Cash	2.4%
Oil	2.3%
Diversified Holding	2.2%
Drilling	2.0%
Pet	0.9%

## Portfolio Characteristics

Number of Holdings	30
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HIIFX | HIICX | HIIIX

## FUND MANAGEMENT

### INVESTMENT ADVISOR

Catalyst Capital Advisors LLC

### INVESTMENT SUB-ADVISOR

SMH Capital Advisors LLC

### DWAYNE MOYERS PRESIDENT & CIO

- 25 years industry experience
- Bachelor degree in business administration from the University of Texas at Arlington

### LISA HALEY VICE PRESIDENT & COO

- 20+ years industry experience
- Joined SMH Capital Advisors in 2002

## INVESTMENT INFORMATION

Min. Initial Investment	\$2,500
Subsequent Investment	\$50
Primary Benchmark	Bloomberg US Aggregate TR Index

Class	Inception	Ticker	CUSIP
A	05/21/2008	HIIFX	62827L609
C	05/21/2008	HIICX	62827L708
I	07/01/2013	HIIIX	62827M847

Class	Adjusted Expense*	Net Expense*	Gross Expense
A	1.48%	1.52%	2.36%
C	2.23%	2.27%	3.11%
I	1.23%	1.27%	2.11%

\*The advisor has contractually agreed to waive management fees and/or reimburse expenses of the Fund to the extent necessary to limit total annual fund operating expenses (excluding brokerage costs; borrowing costs such as (a) interest and (b) dividends on securities sold short; taxes; and extraordinary expenses, such as regulatory inquiry and litigation expenses) at 1.48%, 2.23% and 1.23% for Class A shares, Class C shares and Class I shares, respectively, through October 31, 2024.

**NOT FDIC INSURED • MAY LOSE VALUE • NOT BANK GUARANTEED**