

### Overall Morningstar Rating™



As of 3/31/17, CCMNX was rated among 243 multialternative funds, based upon risk-adjusted returns.

### Features

- Income- and absolute-return oriented while integrating environmental, social & governance (ESG) criteria
- Liquid, transparent “hedged” mutual fund vehicle
- Volatility managed, low correlation return objectives

### Inception Date

May 31, 2013

### Fund Assets

\$31 Million

### Firm Assets

\$2.3 Billion

### 30-Day SEC Yield (3/31)

4.87%

Unsubsidized 30-Day: 4.62%

### Benchmark

Citigroup 3-Month T-Bill Index

### Morningstar Category

Multialternative

### Distributions

Monthly dividends

### Minimum Initial Investment

\$1,000

### CONTACT:

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## INVESTMENT OBJECTIVE

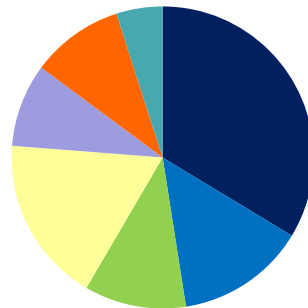
The Fund’s investment objective is to seek to provide (1) a high level of current income consistent with the preservation of capital and (2) reduced correlation to conventional stock and bond markets while considering environmental, social and governance (ESG) factors.

Objective	Goal*	Actual
Income (SEC 30-Day Yield)	3 Month T-Bill + 4.0%	4.87%
Volatility/Standard Deviation	2.0-4.0%	3.66%
Total Return (full market cycle)	5% to 9%	8.99%; 2.82% (1-year; since inception)
Correlation to S&P 500	0.0 to 0.50	0.41
Correlation to Barclays Aggregate	0.0 to 0.50	-0.09

All data from 5/31/13 to 3/31/17. Performance quoted is past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. An investor’s investment return and principal value will fluctuate, so that your share when redeemed may be worth more or less than your initial cost. To obtain the most recent month-end standardized performance, call 877-272-1977. Performance reflects fee waivers, which if not in effect, would have decreased performance. Waivers are contractual and in effect until 9/30/17.

\*The Fund’s correlation targets and impact objectives were updated in the prospectus as of 4/29/16.

## INCOME CONTRIBUTORS<sup>1</sup>



- Taxable Muni: 34%
- Corporate: 14%
- Agency CMBS: 11%
- Equities: 18%
- Closed - End Fund 9%
- Preferred 10%
- ABS: 5%

## COMPOSITION

	Long	Short	Net
Equity	38%	24%	13%
Preferred	14%	0%	14%
Fixed Income	73%	44%	29%
<b>Total</b>	<b>124%</b>	<b>68%</b>	<b>56%</b>

Does not include options. Rounding may affect totals.

## RISK SUMMARY

Sharpe Ratio	0.74
Beta vs. S&P 500	0.14
Beta vs. Barclays Aggregate	-0.11
Alpha vs. S&P 500	1.09
Alpha vs. Barclays Aggregate	1.65
Max Drawdown (26 months)	6.70
<i>Monthly since inception (5/31/13)</i>	

## TOP 10 LONG POSITIONS

FHA 023-98146 ST. FRANCIS	6.34%
GMAC CAP(ALLY) PFD 8.125%	4.10%
NEE 7.3 09/01/67	3.80%
ENERCARE INC	3.68%
PIMCO DYNAMIC CREDIT INCO	2.90%
CIM 8 PERP PFD 03/30/24	2.86%
USDA GRAND PRA 12/1/2047	2.86%
MACQUARIE INFRASTRUCTURE	2.86%
WASHOE HWY-BABS	2.75%
CRESTWOOD EQUITY PARTNERS	2.68%

## TOP 10 SHORT POSITIONS

US 10YR NOTE FUT MAR17	-12.06%
MAR 17 CBT 5YR DSF	-8.15%
US 2YR NOTE FUT MAR17	-7.25%
MAR 17 CBT 10YR DSF	-7.25%
US LONG BOND MAR17	-7.06%
S&P500 EMINI FUT MAR17	-6.35%
RUSSELL 2000 MINI MAR 17	-2.50%
EXXON MOBIL CORP	-2.31%
SPDR S&P DIVD ETF	-2.00%
CATERPILLAR INC	-1.86%

<sup>1</sup>Does not include non-agency MBS (0.14%) and ETP (-1.09). Rounding may affect totals.

# CCM Alternative Income Fund (CCMNX)

First Quarter 2017 | Fact Sheet

## % MONTHLY RETURN

	Jan.	Feb.	March	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	YTD
2013	n/a	n/a	n/a	n/a	n/a	1.10	-0.25	-0.47	1.06	0.11	0.85	-0.09	2.31
2014	0.30	0.16	1.36	1.30	1.62	1.46	-1.06	-0.05	-1.59	0.11	0.76	0.13	4.53
2015	-0.09	0.43	0.25	-0.88	0.38	-1.05	0.36	-1.46	-0.27	0.38	-0.09	1.59	-1.47
2016	-2.39	-1.30	0.56	2.25	1.89	-1.72	1.23	1.33	-0.44	-0.33	0.72	0.75	2.47
2017	1.38	0.30	1.33										3.04

## % AVERAGE ANNUAL TOTAL RETURN

	1Q17	YTD	1 Year	3 Year	Since Inception (5/31/13)
CCMNX	3.04	3.04	8.99	2.22	2.82
Citigroup 3-Month T-Bill Index	0.12	0.12	0.34	0.15	0.12
Bloomberg Barclays US Aggregate	0.82	0.82	0.44	2.68	2.28
S&P 500	6.07	6.07	17.17	10.37	12.49
Morningstar Multialternative	1.63	1.63	3.54	0.90	0.72

Performance for periods greater than 1-year are annualized. Performance quoted is past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. An investor's investment return and principal value will fluctuate, so that your share when redeemed may be worth more or less than your initial cost. To obtain the most recent month-end standardized performance, call 877-272-1977. Performance reflects fee waivers, which if not in effect, would have decreased performance. The total annual fund operating expenses is 2.83%. The net expense ratio is 2.76%. The total annual fund operating expenses after fee waivers and expense reimbursements (other than acquired fund fees and expenses and dividend expense and prime broker fees on securities sold short) is 1.60%. Waivers are contractual and in effect until 9/30/17.

**Beta:** the measure of a portfolio's volatility; **Correlation:** a correlation coefficient is a number between -1 and 1 that measures the co-movement between two random variables; the lower the correlation coefficient, the greater the diversification benefits; **Sharpe Ratio:** A manager taking on risk, as opposed to investing in cash, is expected to generate higher returns and Sharpe measures how well the manager generated returns with that risk. In other words, it is a measurement of efficiency utilizing the relationship between annualized risk-free return and standard deviation. It is calculated by dividing annualized returns less the risk-free rate by annualized standard deviation. The higher the Sharpe ratio, the better the historical risk-adjusted performance; **Standard Deviation:** a measure of the average deviations of a return series from its mean; used as a risk measure.

The CCM Alternative Income Fund is distributed by SEI Investments Distribution Co. (SIDCO) which is not affiliated with Community Capital Management, Inc. or Badge Investment Partners LLC.

Holdings subject to change. There is no guarantee any of the goals of the Fund will be achieved. Investing involves risk including loss of principal. Bonds and bond funds will decrease in value as interest rates rise. High yield bonds involve greater risks of default or downgrade and are more volatile than investment grade securities, due to the speculative nature of their investments. The Fund uses investment techniques that are different from the risks ordinarily associated with equity investments. Such techniques and strategies include hedging risk, merger arbitrage risks, derivatives risks, short sale risks, leverage risks, commodities risk, and foreign investment risks, which may increase volatility and may increase costs and lower performance. Commodities can be highly volatile and the use of leverage may accelerate the velocity of potential losses.

Carefully consider the fund's investment objectives, risks, and charges and expenses. This and other information can be found in the fund's prospectus which can be obtained by calling 866-202-3573 or by visiting [www.ccmalternativeincome.com](http://www.ccmalternativeincome.com). Please read the prospectus carefully before investing.

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The Morningstar Rating™ for funds, or "star rating" is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, 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 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 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 3/31/17, the CCM Alternative Income Fund was rated against 243 Multialternative funds over the last three years. With respect to these Multialternative funds, the CCM Alternative Income Fund received a Morningstar Rating of 4 stars for the three-year period.