PRINCETON PREMIUM FUND

Quarterly Commentary
First Quarter 2018
PrincetonPremiumFund.com
Class A: PPFAX | Class I: PPFIX

Summary:

- The S&P 500 (Total Return) posted its first negative quarter since Q3 2015 as volatility returned to U.S. equity markets.
- The Princeton Premium Fund ("The Fund") Class I, had its first losses on put trades since the inception of the Fund.
- The higher volatility environment that started in early February provided a tailwind for the Fund in the second half of the quarter.

Commentary

Market Recap

January started 2018 off the same way 2017 ended. The S&P 500 returned +7.6% from the beginning of the year through 1/26/2018 amid a continued low volatility environment. However, 1/26/2018 marked the high for the S&P 500 for the quarter. From 1/26/2018 through 2/8/2018 the S&P 500 declined -10.86%. The U.S. equity markets continued to seesaw between gains and losses for the remainder of the quarter, finishing -0.76% for the first quarter of 2018. This was the first negative quarter for the S&P 500 since Q3 2015. Weighing on U.S. equity markets macroeconomic factors such as the potential for a trade war and inflationary concerns.

Coupled with the decline in U.S. equity markets came higher levels of volatility. When the market began to sell off after the high on 1/26/2018 volatility began to pick up. However, the large spike came on 2/5/2018. On that day the VIX Index spiked a record 116% from the close on the day before to the close that day, the largest one-day percentage increase in the index since its inception in 1990. For comparison, the next largest percentage increase was 64% in 2007. Even with muted volatility levels for most of January, the VIX Index still averaged 17.35 for the quarter. This was above the highest closing level the VIX Index recorded in all of 2017 (16.04).

Quarter-End Performance

As of March 31, 2018	Q1 2018	Year To Date	One Year	Since Inception*
PPFIX Class I (NAV)*	-7.68%	-7.68%	-1.02%	0.91%
PPFAX Class A (NAV)*	-7.70%	-7.70%	-1.22%	0.70%
PPFAX Class A (Max Load)*	-13.01%	-13.01%	-6.87%	-3.56%
S&P 500 Total Return Index	*-0.76%*	*-0.76%*	*13.99%*	*17.45%*

**Inception date for the I and A share classes is 11/16/2016.*
Performance for periods longer than one year is annualized.

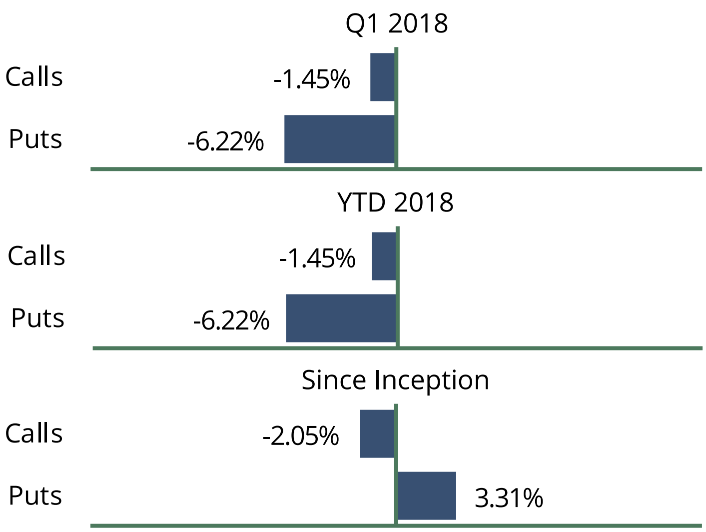
The performance data quoted here represents past performance. Current performance may be lower or higher than the performance data quoted above. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Past performance is no guarantee of future results. The Fund's total annual operating expenses are 3.82% and 3.57% for the Class A and I shares, respectively. The Fund's investment advisor has contractually agreed to waive management fees and to make payments to limit Fund expenses until January 29, 2019. After this fee waiver, the expense ratios are 2.67% and 2.41% for the Class A, C and I shares, respectively. These fee waivers and expense reimbursements are subject to possible recoupment from the Fund in future years. The maximum sales load for the Class A shares is 5.75%. A fund's performance, especially for very short periods of time, should not be the sole factor in making your investment decisions. For performance information current to the most recent month-end, please call toll-free (888) 868-9501.

Investors cannot directly invest in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

Percentage of Profitable Trades[1]

As of March 31, 2018	Percentage		
	Q1 2018	YTD	Since Inception
Calls	73%	73%	86%
Puts	86%	86%	97%

Contribution By Option Type[2]



Daily Fund Statistics

As of March 31, 2018	Q1 2018		Since Inception	
	PPFIX	S&P 500	PPFIX	S&P 500
Positive/Flat Days	45	34	293	197
Negative Days	16	27	49	145
% Positive/Flat Days	74%	56%	86%	58%
% Negative Days	26%	44%	14%	42%

[1]The percentages shown refer to the number of call and put option trades with a profitable result relative to the number of total call and put option trades made. A trade refers to the sale of a call or put option and the purchase of a call or put option with all terms the same other than the strike price.

[2]The contribution shown is an estimate and has been adjusted to reflect interest income and expense as well as the fund fees and expenses based on the I share class.

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Commentary (Continued)

Fund Recap

The Princeton Premium Fund returned -7.68% for the first quarter of 2018. In early January continued upwards movement in the S&P 500 put pressure on some of the Fund's call options, causing them to hit the strategy's risk control levels and some of the call trades were closed at a loss. The losses on the call side of the trade left the Fund down -1.59% for the month. However, the majority of the losses during the quarter came during the massive volatility spike that occurred around 2/5/2018. While the Fund is able to perform well in both positive and negative market environments, an extreme increase in volatility and dramatic market decline over a short period of time can prove difficult for the strategy. The unprecedented spike in volatility, combined with the selloff in the S&P 500 caused the Fund's put options for the week to hit their risk control levels and were closed down at a loss. Although the Fund rallied +1.80% of the low for the month, it still finished February -8.28%. The higher volatility environment that began in early February continued in March. This allowed the Fund to collect an increased level of premium while placing option trades further out-of-the-money. This environment saw the Fund post a +2.28% return for March, compared to -2.54% for the S&P 500.

While the losses early in the quarter were painful (and hopefully very rare), they placed the Fund in an environment that we believe can be more conducive to the strategy than the one we experienced in 2017. With higher volatility the Fund's investment strategy adjusts to the new market conditions by placing the option trades further out-of-the-money. For example, if the VIX Index is at 15, put options might have a strike price around 5.4% out-of-the-money. However, if the VIX Index is at 30 (a level

Commentary (Continued)

breached during the first quarter of 2018), put options might have a strike price around 10.2% out-of-the-money. The higher levels of volatility give the Fund more cushion to absorb market fluctuations. Also, the higher VIX level means there is more “fear” in the market. This means the Fund may collect much higher amounts of premium while simultaneously having a much greater cushion for the options from a market movement standpoint. To illustrate, in 2017 the Fund produced an average return of +0.19% per week. Starting 2/12/2018 through 3/31/2018, the Fund has produced an average weekly return of +0.53%.

Outlook

As we look ahead, we are more optimistic than we have been since the Fund launched. The increased levels of volatility allow the Fund to place the options trades with more cushion from the current index level while at the same time collecting more premium. We believe this means the Fund has the opportunity for both elevated levels of return and decreased risk relative to the low volatility environment seen in 2017.

PRINCETON PREMIUM FUND

Disclosures

Investors should carefully consider the investment objective, risks, charges and expenses of the Princeton Premium Fund. This and other information is contained in the prospectus and should be read carefully before investing. For a prospectus please call the Princeton Premium Fund at 1-888-868-9501. The Fund is distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. Northern Lights Distributors, LLC and Princeton Fund Advisors, LLC are not affiliated.

Mutual funds involve risk, including possible loss of principal.

There is a risk that issuers and counterparties will not make payments on securities and other investments held by the Fund, resulting in losses to the Fund. The value of the Fund's investments in fixed income securities will fluctuate with changes in interest rates. Options involve risks possibly greater than the risks associated with investing directly in securities. There is no guarantee that the sub-adviser's options strategy will be effective or that suitable transactions will be available.

The Fund uses options to increase the Fund's combined long and short exposure which creates leverage, which can magnify the Fund's potential for gain or loss. The Fund expects its premium collection options strategy to be market neutral and therefore the Fund does not expect to participate fully in positive markets which may not generate positive returns as intended. Liquidity risk may prevent the Fund from selling illiquid securities at an advantageous time or price, or possibly requiring the Fund to dispose of other investments at unfavorable times or prices in order to satisfy its obligations.

As a non-diversified fund, the Fund may invest more than 5% of its total assets in the securities of one or more issuers. Dramatic or abrupt volatility within the market would negatively impact the Fund's premium collection options strategy. The Fund's return may not match the return of the S&P 500 Index because it is not investing the equity securities that comprise such index. The Fund incurs operating expenses not applicable to the Index, and incurs costs in buying and selling securities.

The Fund is a new mutual fund and prior to its recent commencement of operations had no history of operations for investors to evaluate. The adviser's and any sub-adviser's judgments about the long-term returns the Fund may generate through its principal investment strategies may prove to be incorrect and may not produce the desired results. The Fund's principal investment strategies may not achieve their intended results and each strategy could negatively impact the Fund.

Definitions:

A ***Call or Put Option*** *is an agreement that gives an investor the right, but not the obligation, to buy or sell (respectively) a stock, bond, commodity or other instrument at a specified price within a specific time period.* ***Out-of-the-money*** *is term used to describe a call option with a strike price that is higher than the market price of the underlying asset, or a put option with a strike price that is lower than the market price of the underlying asset.* ***In-the-money*** *means that a call option's strike price is below the market price of the underlying asset or that the strike price of a put option is above the market price of the underlying asset.*

The ***S&P 500 Index*** *is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. The Total Return version (which assumes all cash dividends are reinvested) and the Price version (which only tracks price movements) are shown.*

VIX *is the ticker symbol for the Chicago Board Options Exchange (CBOE) Volatility Index, which shows the market's expectation of 30-day volatility.*

Standard Deviation *is a measure of the dispersion of a set of data from its mean. If the data points are further from the mean, there is higher deviation within the data set.*

Volatility *is a statistical measure of the dispersion of returns for a given security or market index*

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There is no guarantee that this investment will achieve its objectives, goals, generate positive returns, or avoid losses.