

ACCLIVITY US SMALL CAP VALUE FUND

Diversified by **Syntax**



September 30, 2024



Overall rating out of 446 US Small Value funds as of 09-30-24

Morningstar Return Overall
+Avg

Morningstar Risk Overall
+Avg

Morningstar Category % Rank 1 Year
67 Best = 1 Worst = 100

Morningstar Category % Rank 3 Year
15 Best = 1 Worst = 100

Morningstar Category % Rank 5 Year
11 Best = 1 Worst = 100

All of the aforementioned Morningstar™ data pertains to the Acclivity Small Cap Value Fund Class-I, AXVIX. Overall Morningstar Return, Overall Morningstar Risk, 1-Year Category Percentile Rank, 3-Year Category Percentile Rank, and 5-Year Category Percentile Rank, out of 446, 446, 475, 446, and 420 Small Value funds, respectively, as of 09-30-24. The Percentile ranking is calculated based on total returns. The star rating 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.

INVESTMENT OBJECTIVE

The investment objective of the Acclivity Small Cap Value Fund is to seek long-term capital appreciation.

OUR ADVANTAGE

- Rules-Based Approach
- Targeted Exposure
- Efficient Implementation

FUND FOCUS

Emphasis

- Small Market Capitalization
- Low Relative Price
- High Profitability
- Conservative Investment
- Positive Momentum

Diversification

- Securities
- Sectors
- Premiums

PORTFOLIO MANAGERS

- **Dr. Vito Sciaraffia** is the Chief Investment Officer and a Portfolio Manager. He holds a Ph.D. in business administration from the Haas School of Business at the University of California at Berkeley.
- **Alfred Zhang, CFA, FRM**, is a Portfolio Manager. He holds a master's degree in Financial Mathematics from the University of Chicago.

CONTACT INFORMATION

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FUND CHARACTERISTICS

	PORTFOLIO	RUSSELL 2000 VALUE
Number of Holdings	498	1,438
Percentage in Top 10 Holdings	8.59%	5.09%
Weighted-Average Market Cap (Billions)	\$3.75	\$2.87
Price-to-Book ¹	1.15x	1.36x
EBITDA / Total Market Value ²	8.05%	4.63%
12-month Asset Growth ³	2.80%	10.74%

PERFORMANCE

	3-MONTH	YTD	1-YEAR	3-YEAR	5-YEAR	INCEPTION
AXVIX	6.77%	5.05%	21.31%	9.63%	14.53%	14.46%
Russell 2000 Value	10.15%	9.22%	25.88%	3.77%	9.29%	10.32%
Morningstar Group	8.15%	8.69%	22.77%	6.29%	10.88%	11.61%

Inception date is December 31, 2018. The performance data presented in the table represents past performance net of all fees, including any acquired fund fees. Past performance is no guarantee of future results. Current performance may be lower or higher than the data cited above. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. For performance information current to the most recent month end, please call 855.873.3837.

HOLDINGS INFORMATION ⁴

SECTOR ALLOCATION	PORTFOLIO	RUSSELL 2000 VALUE
Industrials	21.57%	12.20%
Consumer Discretionary	20.02%	10.01%
Financials	18.83%	28.09%
Information Technology	9.06%	5.81%
Health Care	7.58%	9.27%
Materials	6.25%	5.13%
Energy	5.86%	7.16%
Communication Services	5.20%	3.38%
Consumer Staples	4.12%	2.30%
Real Estate	1.06%	11.38%
Utilities	0.00%	5.25%

FUND FACTS

	CLASS N	CLASS I
Ticker	AXVNX	AXVIX
Management Fee	0.39%	0.39%
Total Operating Expense Ratio	1.88%	1.60%
Net Expense Ratio (to Investor)	0.73%	0.48%

Pursuant to an operating expense limitation agreement between Innealta Capital, LLC (the "Adviser") and the Small Cap Value Fund, the Adviser has agreed to waive its fees and/or absorb expenses of the Small Cap Value Fund to ensure that Total Annual Fund Operating Expenses (excluding any brokerage fees and commissions, acquired fund fees and expenses, borrowing costs (such as interest and dividend expense on securities sold short), taxes and extraordinary expenses such as litigation) for the Small Cap Value Fund do not exceed 0.73% or 0.48% of the Small Cap Value Fund's average net assets, for Class N or Class I shares, respectively, through April 30, 2025.



acclivity noun

ac·cliv·i·ty | \ ə- 'kli-və-tē

plural acclivities

Definition: an ascending slope

Synonyms: ascent, elevate, rise, upgrade

DISCLOSURES & IMPORTANT INFORMATION

Acclivity Investment Research collaborates with Syntax Advisors to diversify the business risk within its investment strategies. Syntax's proprietary business classification system aims to capture the full range of economic activities in order to minimize business concentration risks.

Russell 2000 Value refers to the benchmark: Russell 2000 Value TR Index. **Morningstar Group** refers to US Small Value Fund category, which represents the average return for all funds, which includes AXVIX, within the category net of fees.

¹ **Price-to-book ratio** is calculated using index methodology which includes companies with negative book value.

² **"EBITDA / Total Market Value"** is a proxy for current cash flow to total market value. It is commonly known in factor investing as "profitability".

³ **"12-month Asset Growth"** is the year-over-year percentage change in total assets. It is commonly known in factor investing as "investments".

⁴ Holdings and allocation data as of September 30, 2024. Percentages may not total 100% due to holdings in cash and/or securities that are not classified within GICS sectors. Fund holdings are subject to change and should not be considered investment advice.

Acclivity Investment Research is a division of Innealta Capital, LLC. Innealta Capital, LLC is an Investment Adviser, registered with the Securities & Exchange Commission. Registration of an investment adviser does not imply any certain level of skill or training. For more information, please visit our website: innealtacapital.com.

Glossary & Risk Considerations

The **Russell 2000 Value TR Index** measures the performance of Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values. Total return indexes reinvest dividends. Frank Russell Company is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Indices do not reflect any fees, expenses or sales charges and are not available for direct investment.

Important Risk Information

Investing involves risk, principal loss is possible, and there can be no assurance that investment objectives will be achieved. Past performance is not indicative of future results. The principal risks of investing the Small Cap Value Strategy are market risks, equities securities risks, limited operating risks, management risks, value investing risks, and small-sized companies risks. Small capitalization companies' earnings and prospects are more volatile than large companies and may experience higher failure rates. Further, Value investing is subject to the risk that a company's intrinsic value may never be fully realized by the market or that a company judged by the advisor to be undervalued may actually be appropriately priced. For more information on the risks associated with this strategy, please refer to the Fund prospectus.

Mutual Funds involve risk including the possible loss of principal.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Innealta Funds. This and other important information about the Funds is contained in the prospectus, which can be obtained by calling 855.994.2326. The prospectus should be read carefully before investing. The Innealta Funds are distributed by Northern Lights Distributors, LLC a FINRA/SIPC member. Innealta Capital, LLC is not affiliated with Northern Lights Distributors, LLC.

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Past performance is no guarantee of future results. Rated against 446 Small Value funds, as of 09/30/2024, based on risk-adjusted total return. Ratings are determined monthly and subject to change. The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Rating metrics.

As of 09/30/2024, Morningstar rated the Acclivity Small Cap Value Fund as 4 stars overall, 4 stars over a three-year period, and 4 stars over a five-year period. The overall and three-year rankings reflect a comparison against 446, 446, and 420 funds, respectively, within the Small Value category. The Morningstar Rating™ 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 10-year (if applicable) Morningstar Rating metrics.