



**OBJECTIVE**

The Select Alternative Fund is an alternative mutual fund investment that seeks a moderate total rate of return (income plus capital appreciation) annually. The Fund is actively managed to anticipate and respond to trends in differing types of fixed-income and equity securities. Identifying, quantifying, and controlling elements of risk are integral parts of the Fund’s construction and investment strategy.

**STRATEGY**

To seek the Fund’s objective, the Fund’s Subadvisor, Hundredfold Advisors, LLC, uses multiple diversified, uncorrelated trading strategies to manage risk and deliver returns. The strategies include:

- ◆ Technical analysis of fixed income markets to determine buy/sell signals based on market conditions, price action, momentum, and sentiment
- ◆ Active allocation strategies of corporate bonds are used to determine credit quality, duration, or cash alternatives when credit spreads are widening
- ◆ Defensive positions of cash or cash equivalents
- ◆ Hedging the portfolio against interest rate and stock market risk
- ◆ Investments in alternative strategies that may include: long/short equity, merger arbitrage, hedged equity, quantitative equity or owning other Fund of Funds
- ◆ Limited use of equity trading systems, currency or commodity positions
- ◆ Modest leverage as the Subadvisor deems appropriate

**REASONS TO INVEST**

- ◆ There are many reasons to invest in the Select Alternative Fund, such as:
  - ◆ Transparency
  - ◆ Historically low correlation to the overall market
  - ◆ Access to multiple alternative investment strategies
- Of course, there is no guarantee that any investment will achieve its objectives, generate profits or avoid losses.



**OVERALL MORNINGSTAR RATING™**  
As of March 31, 2017

**Hundredfold Select Alternative Service Class was rated against the following numbers of U.S.-domiciled Tactical Allocation funds over the following time periods: 247 funds in the last three years and 170 funds in the last five years and 66 funds in the last 10 years. With respect to these Tactical Allocation funds, HUNDREDFOLD Select Alternative Fund Service Class received a 5 star rating over all, 4 stars for 3 years, 4 stars for 5 years and 5 stars for 10 years.**

© 2017 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund’s monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each 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. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics.



FUND STATISTICS As of 3/31/2017	SFHYX vs. S&P 500
R-SQUARED	0.49
BETA	0.26
UP MARKET RATIO	32.21%
DOWN MARKET RATIO	27.47%

Portfolio statistics are based on 5-Year calculations from Morningstar and Bloomberg.

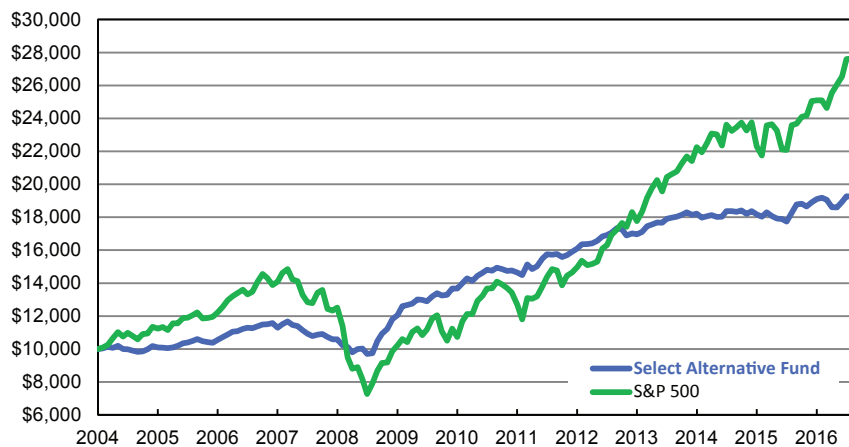
**R-Squared:** a measurement of how closely a fund’s performance correlates with an index. It can range between 0.00 and 1.00. An r-squared of 1.00 indicates perfect correlation, while an r-squared of 0.00 indicates no correlation.

**Beta:** a statistic that measures the volatility of the fund, as compared to that of the overall market. The market’s beta is set at 1.00; a higher beta than 1.00 is considered to be more volatile than the market, while a beta lower than 1.00 is considered to be less volatile.

**Up Market Ratio:** a statistical measure of an investment manager’s overall performance in up-markets. The up-market capture ratio is used to evaluate how well an investment manager performed relative to an index during periods when that index has risen.

**Down Market Ratio:** a statistical measure of an investment manager’s overall performance in down-markets. The down-market capture ratio is used to evaluate how well or poorly an investment manager performed relative to an index during periods when that index has dropped.

**HYPOTHETICAL GROWTH of \$10,000 vs. S&P 500 Index (8/31/04 - 3/31/17)**



TOTAL ASSETS	\$64.0 Million
FUND ADVISOR	Advisors Preferred, LLC
FUND SUBADVISOR	Hundredfold Advisors, LLC
SYMBOLS & CUSIPS	SFHYY // 66538A604 HFSAX // 66538A414
EXPENSE RATIOS	SFHYY 2.90% / HFSAX 2.00%
INCEPTION DATE	SFHYY 9/1/2004 HFSAX 10/24/2012

Hypothetical \$10,000 investment at inception assuming dividend reinvestment.

\* Inception date: 9/1/2004.

Performance numbers for a period greater than one year are annualized

**Past performance does not guarantee future results.**

**FUND PERFORMANCE**

March 31, 2017

	Quarter	YTD	Annualized					Since Inception	Annual Returns	2009	2010	2011	2012	2013	2014	2015	2016
			1 Year	3 Years	5 Years	10 Years											
SFHYY	3.51%	3.51%	10.60%	3.99%	5.14%	6.00%	5.73%	SFHYY	30.03%	11.06%	4.01%	10.34%	6.67%	1.87%	-0.57%	8.98%	
HFSAX	3.71%	3.71%	11.62%	4.93%	n/a	n/a	5.76%	HFSAX	n/a	n/a	n/a	n/a	7.71%	2.80%	0.34%	9.98%	
S&P 500 TR Index	6.07%	6.07%	17.17%	10.36%	13.28%	7.50%	8.47%	S&P 500 TR Index	26.27%	14.70%	2.11%	16.00%	32.37%	0.00%	1.37%	11.96%	
Barclays Aggregate Bond Index	0.82%	0.82%	0.44%	2.68%	2.33%	4.27%	4.15%	Barclays Aggregate Bond Index	5.93%	6.54%	7.84%	4.22%	-2.02%	5.97%	0.55%	2.65%	

\*Inception date: 9/1/04, fund name changed from Spectrum High Yield Plus on June 11, 2008. Additionally, the Fund was reorganized on October 3, 2011 from a predecessor fund (the "Select Alternative Predecessor Fund") to a series of Northern Lights Fund Trust II, a Delaware statutory trust (the "Reorganization"). The Fund is a continuation of the Select Alternative Predecessor Fund and, therefore, the performance information includes performance of the Select Alternative Predecessor Fund.

There is no guarantee the fund will achieve its investment objective.

**An investor should carefully consider the investment objectives, risks, charges and expenses of the Hundredfold Select Funds prior to investing. The prospectus and summary prospectus contain this and other information about the Funds and should be read carefully prior to investing. To obtain a prospectus and summary prospectus, please call Gemini Fund Services at 855-582-8006 or access [www.hundredfoldselect.com](http://www.hundredfoldselect.com).**

S&P 500 Index is a capitalization weighted index of 500 stocks representing all major domestic industry groups. It is not possible to directly invest in the Index. The S&P500 TR assumes the reinvestment of dividends and capital gains.

Barclays U.S. AGG. Bond Index: The Barclays U.S. Aggregate Bond Index measures the underlying index measures the performance of the total U.S. investment grade bond market. It is a market value-weighted index that tracks the daily price, coupon, pay-downs, and total return performance of fixed-rate, publicly placed, dollar-denominated, and non-convertible investment grade debt issues with at least \$250 million par amount outstanding and with at least one year to final maturity.

The Fund presents some risks not traditionally associated with most mutual funds. It is important that investors closely review and understand these risks before making an investment in the Fund. The risks associated with the Funds are detailed in the prospectus and include risks of the Subadvisor's investment strategy, aggressive investing techniques, high portfolio turnover, investing in other investment companies (mutual funds and ETFs), credit risk, counterparty risk, depository receipt risk, high yield securities risk, holding cash risk, interest rate risk, master limited partnership risk, pre-payment risk, mortgage securities risk, asset-backed securities, leverage, shorting and non-diversification risks. Aggressive investing techniques would include the use of futures, enhanced betas and shorting securities. Shorting occurs when investors sell securities they do not own and are committed to repurchasing eventually. Because the Fund's holdings include small-cap, mid-cap, and international equities, there are additional risks such as the possibility of greater price volatility and reduced liquidity, fluctuations in currency exchange rates, and political diplomatic and economic conditions as well as regulatory requirements in foreign countries. There are additional risks associated with investing in instruments rated below investment grade (i.e., junk bonds) because such instruments generally involve greater risk of default or price changes than other types of fixed-income instruments, therefore the Fund's performance may vary significantly as a result.

Distributor: Ceros Financial Services, Inc. Ceros Financial Services, Inc. (Member FINRA/SIPC) has no affiliation with Hundredfold Advisors, LLC. Advisors Preferred is a commonly held affiliate of Ceros. Date of first use: 4/12/2017.