



2Q

**HAVAS**



- ◆ Leading advertising & media agency based in France
- ◆ Free float less than \$2 billion at time of initial purchase
- ◆ Media conglomerate Vivendi acquired 60% stake in Havas
- ◆ Transaction triggered mandatory tender offer for remaining shares at a premium to our cost

2Q

**BERENDSEN**



- ◆ Laundry-service provider based in UK
- ◆ Free float less than \$2 billion at time of initial purchase
- ◆ Rejected two takeover offers from French rival Elis
- ◆ Elis increased offer and Berendsen agreed to be acquired at a premium to our cost

2Q

**MANDARIN ORIENTAL<sup>1</sup>**



- ◆ Luxury hotel investment & management business operating globally
- ◆ Free float less than \$1 billion at time of initial purchase
- ◆ Announced review of strategic options for *The Excelsior, Hong Kong* property
- ◆ Opportunistic move with Hong Kong commercial real estate at record highs

3Q

**COLGATE-PALMOLIVE<sup>2</sup>**



- ◆ Leading consumer products company based in US
- ◆ Rumors surface that rival Unilever is considering takeover offer
- ◆ Global distribution network is a strategic asset – several other players said to be interested, including Kraft Heinz

4Q

**KINDRED HEALTHCARE**



- ◆ Hospital operator & home-care service provider based in US
- ◆ Humana and two private equity firms agreed to acquire Kindred
- ◆ Acquirers will repay Kindred net debt – our bonds are entitled to receive payment at a premium to our cost

4Q

**VSPT WINE GROUP<sup>3</sup>**



- ◆ Chilean wine producer distributing globally
- ◆ Free float less than \$1 billion at time of initial purchase
- ◆ Control shareholder CCU acquired additional stake in VSPT, triggering mandatory tender offer for remainder of company
- ◆ Tender offer price was at a premium to our cost



## FLURRY OF TAKEOUTS & POTENTIAL ASSET CONVERSIONS IN 2017

### CENTERSTONE INVESTORS FUND

CLASS I CLASS A CLASS C  
CENTX ♦ CETAX ♦ CENNIX

### CENTERSTONE INTERNATIONAL FUND

CLASS I CLASS A CLASS C  
CINTX ♦ CSIAX ♦ CSINX

<sup>1</sup> Mandarin Oriental is a 0.58% position in the Centerstone Investors Fund and 0.89% position in the Centerstone International Fund as of September 30, 2017

<sup>2</sup> Colgate-Palmolive is a 1.72% position in the Centerstone Investors Fund of September 30, 2017

<sup>3</sup> VSPT Wine Group is a 0.28% position in the Centerstone Investors Fund and 0.45% position in the Centerstone International Fund as of September 30, 2017

If no security position size shown, the Centerstone Funds have a zero position due to takeouts as described on previous page.

The security holdings are presented to illustrate examples of the securities that the funds have bought and the diversity of areas in which the funds may invest and may not be representative of the funds' current or future investments. Portfolio holdings are subject to change and should not be considered investment advice.

Free float is a portion of a company's market capitalization that is not held by control shareholders and/or other insiders.

Our value strategy may not meet its investment objective and you could lose money by investing in the Centerstone Funds. Value investing involves the risk that such securities may not reach their expected market value, causing the Funds to underperform other equity funds that use different investing styles.

Investments in foreign securities could subject the Fund to greater risks including, currency fluctuation, economic conditions, and different governmental and accounting standards. Foreign common stocks and currency strategies will subject the Fund to currency trading risks that include market risk, credit risk and country risk. There can be no assurance that the Fund's currency hedging strategy will reduce risk or that hedging transactions will be either available or cost effective. The Fund's use of derivative instruments involves risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments.

Domestic economic growth and market conditions, interest rate levels, and political events are among the factors affecting the securities markets in which the Fund invests. Value investing involves buying stocks that are out of favor and/or undervalued in comparison to their peers or their prospects for growth. 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.

Large-Cap Company Risk is the risk that established companies may be unable to respond quickly to new competitive challenges such as changes in consumer tastes or innovative smaller competitors. Investments in lesser-known, small and medium capitalization companies may be more vulnerable than larger, more established organizations.

In general, a rise in interest rates causes a decline in the value of fixed income securities owned by the Fund. The Fund may invest, directly or indirectly, in "junk bonds." Such securities are speculative investments that carry greater risks than higher quality debt securities.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Centerstone Funds. This and other important information about the Funds are contained in the prospectus, which can be obtained by calling 877.314.9006. The prospectus should be read carefully before investing. For further information about the Centerstone Funds, please call 877.314.9006. The Centerstone Funds are distributed by Northern Lights Distributors, LLC, Member FINRA/ SIPC. Centerstone Investors, LLC is not affiliated with Northern Lights Distributors, LLC.

5197-NLD-02/12/2018