

In Search of Yield

Interest rates have been at historically low levels, which have significantly impacted many investors' ability to meet their obligations. In response to this challenge, Verity has created two Income Strategies: 1) Enhanced Income and 2) Opportunistic Income. The Strategies provide investors both income and diversification with a strong focus on managing downside risk.

Verity Opportunistic Strategy Series 3: An actively managed alternative investment strategy that invests flexibly across a broad range of income-generating securities, enabling it to seek the best risk-adjusted opportunities in the prevailing market environment, wherever they are found. The multi-asset strategy is designed to provide risk averse investors a better way to invest in income producing securities.

Investment Process

1. | Establish Market Exposure

- *Idea Generation:* Establish an initial universe of eligible securities with well-defined risk and return characteristics
- *Valuation:* Value each security with our internal Value - Momentum Model

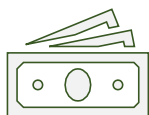
2. | Manage Risk

- *Optimization:* Measure each investment to provide a unique source of return and diversification
- This systematic approach avoids market timing, individual stock selection risk and return chasing

3. | Implement Hedges

- Attempt to protect investors from severe market declines and benefit investors in rising markets
- Investors forgo a portion of the upside in exchange for reduced downside risk

Key Considerations



Targeted annual yield of 6.5%

Verity employs a fundamental research driven approach to security selection based on rigorous in-house proprietary research. Our analytical process seeks to identify an ideal mix of assets.



Experienced Team

The investment team has a long history of managing risk with a focus on capital preservation, effectively navigating turbulent markets and compounding investor capital



Low Correlation

Strategically balanced among debt, equity and other securities to provide enhanced diversification through low correlation



Managed duration

Actively managing portfolio duration to potentially limit drawdowns caused by changing interest rates, allowing you to regularly reinvest and take advantage of new opportunities.

Opportunistic Income Strategy Series 3

OPPORTUNISTIC INCOME STRATEGY SERIES 3

A careful balance between income and risk

Income, Capital Growth and Real Assets

Key Considerations:

- **Fixed Income Diversifier:** An alternative investment strategy designed to diversify fixed income allocations
- **Managed Interest Rate Risk:** Actively managing portfolio duration to potentially limit drawdowns caused by changing interest rates
- **Low Correlation:** Strategically balanced among debt, low equity exposure and other securities to provide enhanced diversification through low correlation.

Strategy Details

Targeted Equity Exposure: 5%

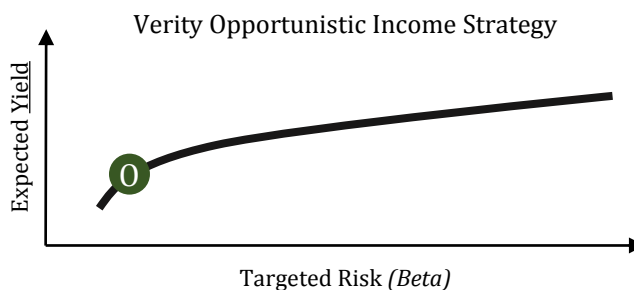
Targeted Beta (vs. S&P500): 0.10

Targeted Yield: 6.50%

Contribution Period: Daily

Lock-up Period: None

Liquidity: Daily



Risk-Based Approach to Investing

Verity employs a fundamental research driven approach to security selection based on rigorous in-house proprietary research. This approach is combined with a pragmatic tactical trading element designed to help navigate the markets in more volatile environments.

VERITY	Traditional Active Management	Index Management
Seeks the most efficient portfolio for a given level of risk	Allocates capital with a goal of outperforming the benchmark	Tethered to a benchmark, reducing flexibility
Targets returns while monitoring portfolio level risk	Attempts to identify mispricing in securities	Security selection is defined by a commercial benchmark
Blends passive and active management to control expenses	Research and active trading tends to generate higher expenses	Passive index approach seeks to minimize expenses
Seeks to identify, measure, and adjust to acceptable risk	Seeks to manage risk	No adjustments for risk



The Verity Strategies may be allocated at various times with direct exposure to domestic and foreign equity and debt, emerging markets equity and debt, commodities, real estate, foreign currency, and short equity and debt funds. Securities may be selected from open and closed-end mutual funds, exchange-traded funds (ETFs), individual equities and debt, and other exchange-traded securities. We do not use leverage or derivatives, but we may strategically invest in funds that use leverage or derivatives of certain types.

Certain asset classes, including, but not limited to emerging markets, commodities, and gold, carry greater risk and are frequently more volatile than broad domestic bond and equity markets. Fixed income securities will be subject to credit, liquidity, and interest rate risk. Investments in emerging markets may also involve risks such as social and political instability, exchange-rate fluctuations, lower liquidity and limited regulation. Because they may not correlate with certain other asset classes, their inclusion in combination with other asset classes may help reduce overall portfolio volatility, but there is no guarantee this will be achieved. Unlike Money Market Funds, the Verity Strategies are not designed to maintain a stable value and will fluctuate.

The S&P 500 is a commonly recognized, market-capitalization-weighted index of 500 widely held equity securities, designed to measure broad U.S. equity performance. The S&P 500 index does not include fixed income, preferred securities, or money market securities, whereas the Verity Strategies may include these as well as other non-equity securities. The S&P 500 Index has not been selected to represent the most appropriate or comparable benchmark index with which to compare the target Beta of the Verity Strategy but rather to allow for general comparison of the target Beta of the Verity Strategy with a well-known and widely recognized benchmark index for informational and illustrative purposes only. The securities held in the Verity Strategy will differ significantly from the securities included in the S&P 500 benchmark index, and the volatility of the strategy may differ significantly from that of the benchmark index.

This material may contain forward looking statements; there is no guarantee that these outcomes will be achieved. All investing involves risk of loss. Portfolio values will fluctuate with changing market conditions, and there is no guarantee that strategies that have been successful in the past will be similarly successful in the future.

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This document contains summary information only. Before investing, please refer to the firm's Form ADV, Part 2 for a full description of strategies and fees.

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