

# Power Global Tactical Allocation/ JAForlines Fund

## FUND GOAL

The Fund's investment objective is to provide long-term capital appreciation.

## POTENTIAL BENEFIT TO INVESTORS

- Global exposure with diversification
- Active management of risk
- Portfolios adapt to evolving risks and opportunities

There is no guarantee that diversification, or any investment strategy will achieve its objectives, generate profits or avoid losses.

## PORTFOLIO STATISTICS

Class A Shares	Class C Shares	Class I Shares
Cusip Number: 66538J 662	Cusip Number: 66538J 654	Cusip Number: 66538J 647
Ticker: GTAAX	Ticker: GLACX	Ticker: GTAIX
Fund Assets*: \$15.0MM	Fund Assets*: \$0.8MM	Fund Assets*: \$101.7MM

\*As of 12/31/2018

	Class A Shares	Class C Shares	Class I Shares
Min. Investment	\$1,000	\$1,000	\$100,000
Subsequent Min.	\$100	\$100	\$0

Check with your platform or broker dealer for I share aggregation potential.

PROSPECTUS & ACCOUNT QUESTIONS:  
1-877-7-PWRINC 1-877-779-7462

MARKETING AND SALES QUESTIONS:  
1-800-642-4276

OR VISIT OUR WEBSITE:  
[www.POWERMUTUALFUNDS.com](http://www.POWERMUTUALFUNDS.com)

**W.E. DONOGHUE & CO., LLC**

TACTICAL ASSET MANAGEMENT

One International Place, Suite 2920  
Boston, MA 02110  
Phone: 800-642-4276 | Fax: 774-290-0006  
E-mail: [info@donoghue.com](mailto:info@donoghue.com)  
Website: [www.donoghue.com](http://www.donoghue.com)

## PORTFOLIO'S FOUR FUNDAMENTAL PRINCIPLES



### GLOBAL ALLOCATION

Global diversification across asset classes seeks to reduce portfolio risk and volatility by limiting exposure to individual risk factors



### FUNDAMENTAL ANALYSIS

Forward-looking risk assessment through fundamental analysis seeks to anticipate market events and trends rather than reacting to them



### TACTICAL MANAGEMENT

The Fund seeks to adapt to evolving risks and opportunities, rather than switching quickly between assets



### RISK MANAGEMENT

All W.E. Donoghue portfolios have the ability to raise cash or short-term Treasuries to help reduce the risk of the portfolio during volatile market downturns

## KEYS TO OUR APPROACH

W.E. Donoghue & Co., LLC's Power Global Tactical Allocation/JAForlines Fund is designed to be a core, long-term investment, presenting moderate growth potential and risk management across several asset classes. This strategy seeks to provide long-term capital appreciation.

- W.E. Donoghue believes that diversifying assets globally while actively managing exposure to all three major asset classes: equities, fixed income, and alternatives is critical to both short- and long-term investment success for global strategies.
- The strategy is unconstrained and treats cash as a tactical asset class to preserve capital and has the ability to raise cash levels as high as 100% as a defensive measure against volatile market downturns.
- The Fund invest in liquid, low-cost exchange-traded funds (ETFs) based on a long-term secular view with tactical positioning during the shorter-term business and credit cycles.
- The Fund does not short or use levered ETFs.

### ASSET ALLOCATION RANGES<sup>1</sup>

Equities	0-80%
Fixed Income	0-90%
Alternatives	0-30%

### BLENDED BENCHMARK MODERATE<sup>2</sup>

MSCI ACWI	50%
Citi WGBI	40%
S&P GSC	10%

## INVESTMENT ADVISER TO THE FUND

W.E. Donoghue & Co., LLC is a tactical investment firm that has specialized in risk managed portfolios since 1986. The firm currently manages over \$3.0 billion\* in assets under management or advisement.

At the end of 2017, W.E. Donoghue acquired JA Forlines Global, which had previously managed the JAForlines Global Tactical Portfolios. The same team that managed the JAForlines portfolios prior to the acquisition, including John Forlines, continue to manage the portfolios.

The portfolios team's monthly meetings drive strategy and tactics and have inputs from Senior Advisors, proprietary contract research and portfolio consultants. W.E. Donoghue utilizes an internal financial conditions analysis that is geared specifically towards the global tactical allocation investment style of the portfolios.

John A. Forlines III, Chief Investment Officer of W.E. Donoghue and portfolio manager for the JAForlines Global Tactical Portfolios, was formerly Chairman and CIO of JA Forlines Global when it was an independent investment adviser. Before founding JA Forlines Global, Mr. Forlines was President of Core Asset Management. Mr. Forlines brings over 25 years of experience as an analyst, investment banker, and portfolio manager. Before joining Core Asset Management, Mr. Forlines spent 16 years at J.P. Morgan as a structured product specialist, senior investment banker, and business unit leader. Mr. Forlines graduated from Duke University with Honors in English and Economics and Duke University School of Law. He is a Professor in the Department of Economics at Duke.

\*As of 9/30/18

## A GLOBAL VIEW

LONG TERM  
SECULAR VIEW  
OF GLOBAL  
TRENDS AND  
OPPORTUNITIES  
MULTI-YEAR  
HORIZON

WE FOCUS ON  
CREDIT, VALUE AND  
MACRO ANALYSIS  
6-24 MONTHS

WE REVIEW RISK,  
POSITIONS, AND  
OPPORTUNITIES  
MONTHLY

- We base decisions on fundamental credit driven research that supports our long-term secular views and investment themes.
- We believe credit is the best indicator for the direction of interest rates, which in turn drives asset prices.
- We seek to identify long-term global trends and invest in asset classes we feel will appreciate as these trends unfold. We invest in other positions over shorter cycles when conditions are favorable.
- We choose ETFs that best express these views, focusing on the underlying holdings and exposure of each ETF and its liquidity.

## INVESTMENT COMMITTEE

- John A. Forlines III
- Robert Shea
- Jeffrey R. Thompson
- William B. Dowler
- Richard E. Molari

<sup>1</sup> The asset allocations are presented to illustrate examples of the asset allocations that the fund can allocate to and the diversity of areas in which the funds may invest, and may not be representative of the fund's current or future investments. Asset allocations are subject to change and should not be considered investment advice.

<sup>2</sup> The Blended Benchmark Moderate is a benchmark comprised of 50% MSCI ACWI, 40% Citi World Government Bond Index, & 10% S&P GSCI, rebalanced monthly. The MSCI ACWI Index is a free float adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The Citi Government Bond Index (WGBI) measures the performance of fixed-rate, local currency, investment-grade sovereign bonds. The S&P GSCI® is a composite index of commodity sector returns representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities. You cannot invest directly into an index.

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Power Global Tactical Allocation/JAForlines Fund. This and other information about the Fund is contained in the prospectus and should be read carefully before investing. The prospectus can be obtained by calling toll free 1-877-779-7462 (1-877-7-PWRINC). The Power Global Tactical Allocation/JAForlines Fund is distributed by Northern Lights Distributors, LLC. Member FINRA/SIPC. W.E. Donoghue & Co., LLC is not affiliated with Northern Lights Distributors, LLC.

As with all mutual funds, there is the risk that you could lose money through your investment in the Fund. The net asset value of the Fund will fluctuate based on changes in the value of the equity securities in which it invests. Hedging strategies may not perform as anticipated by the adviser and the Fund could suffer losses by hedging with underlying money market funds if stock prices do not decline. If money market funds are utilized, such Underlying Funds are subject to investment advisory and other expenses, which will be indirectly paid by the Fund. As a result, your cost of investing in the Fund will be higher than the cost of investing directly in Underlying Funds and may be higher than other mutual funds that do not invest in Underlying Funds.