



July 02, 2018

Dear Friends and Investors,

The following market overview for the month of June 2018 has been produced by the Fund's Senior Portfolio Manager, Steven Goldman. We trust that you'll find it to be a worthwhile read.

In the ongoing effort to produce industry-leading investment products and thought leadership, we place great value on the feedback and suggestions of our clients. Please don't hesitate to contact us directly with any comments or questions

As always, we thank you for your continued interest in the USA Mutuals family of Funds.

Sincerely,

Michael N. Loukas
President & CEO | USA Mutuals

Broad Market Performance

For the month of June, the Fund gained +0.48%, resulting in YTD performance of +1.15%. The S&P in the month gained +0.62%, resulting in YTD performance of +2.65%.

Market Commentary

Trade and Tariffs were once again drivers of equity prices. The S&P reversed its early 3% gain by the second half of the month, with a backdrop of threats for additional tariffs directed toward China in the amount of \$400 billion along with no signs on a compromise on NAFTA. The first half of the month also saw resiliency in domestic stocks, which are less directly affected by trade than the Dow Jones and the S&P, and can commonly found in second tier stock indexes. The S&P 600 Small Cap, Russell 2,000 and even the NASDAQ 100 all equally gained 4.50% at the month's highs, roughly 50% better gain than the S&P's 3.00% gain at its best levels in the month.

The anticipated increase in S&P 500 buybacks due to the tax code changes came to fruition in the first quarter. In the first quarter annualized buybacks rose to \$756 billion, a record high. In the past few years annualized buybacks averaged roughly \$550 billion, in contrast to the nearly 40% increase seen this year. Dividends set a record last year at \$436 billion and combined with potential buybacks are likely to rise to \$1.2 trillion this year. Dividends in the S&P 500 roughly equal 1.85% and converting buybacks into a dividend would be the equivalent of 3.20%, for a combined total cash flow to investors (buyback plus dividends) totaling 5.06%. Since 2009, buybacks and dividends have totaled \$6.9 trillion in aggregate or an average of \$766 billion per year.

Indicator of the Month

The S&P at its best levels last month nearly achieved the historical levels normally associated when one of our Economic Models is considered to be in an acceleration mode post 1995. Following up on last month's observation, the S&P 500 in the two preceding months had diverged relative to its historical performance when viewed through our Econometric Model while in this mode. History shows that the S&P has traded roughly 6.00% above its 9-month moving average when in this mode. At mid-month the S&P stood 4.25% above its 9-month moving average, although finished the month only 1.92% above the referenced average.

In our April letter we noted the S&P had just traded below its 200-day moving average on April 2nd (2,581.88) which some may have viewed as a bearish omen. We had written that "the S&P had been above its 200-day moving average for roughly 440 days, the fifth longest streak since 1950. The previous longest streak ended Oct 10, 2014 and the S&P gained 6.40% three months later after breaking below its 200-moving day average. In the three other streaks greater than 400 days the S&P also moved higher three months later after initially declining below the moving average." For the record, the S&P after its 50th trading session or roughly 2.5 months later, gained 7.95% and 4.80% on the three-month anniversary.



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Summary

We have added an additional chart on the next page which can be used in conjunction with the table presented last month to view Navigator Fund's yearly pullbacks which have averaged 5.51% per year. Once completed, 66% to 100% of those pullbacks have been retraced by 1.88 months and they average 4 months for a complete recovery. The line chart depicts these pullbacks and recoveries relative to the S&P with greater clarity than in previous charts. In the most recent pullback roughly 55% of the decline has been recouped at month's end. Past Performance is Not Necessarily Indicative of Future Returns.

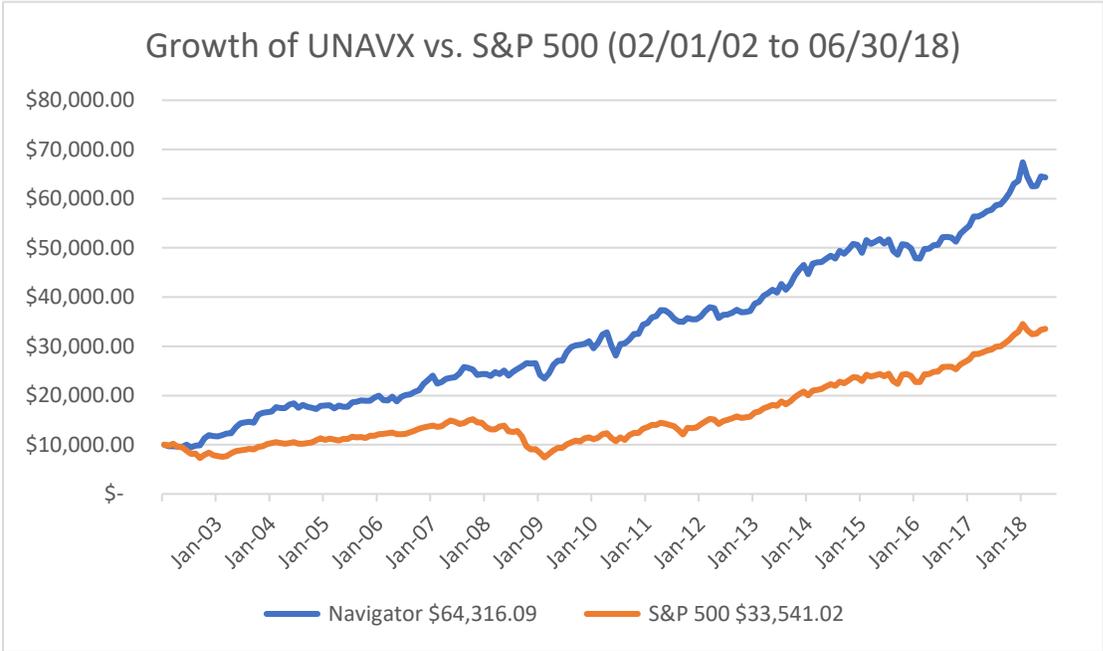
Thanks for your interest,

A handwritten signature in black ink, appearing to read "Steven Goldman".

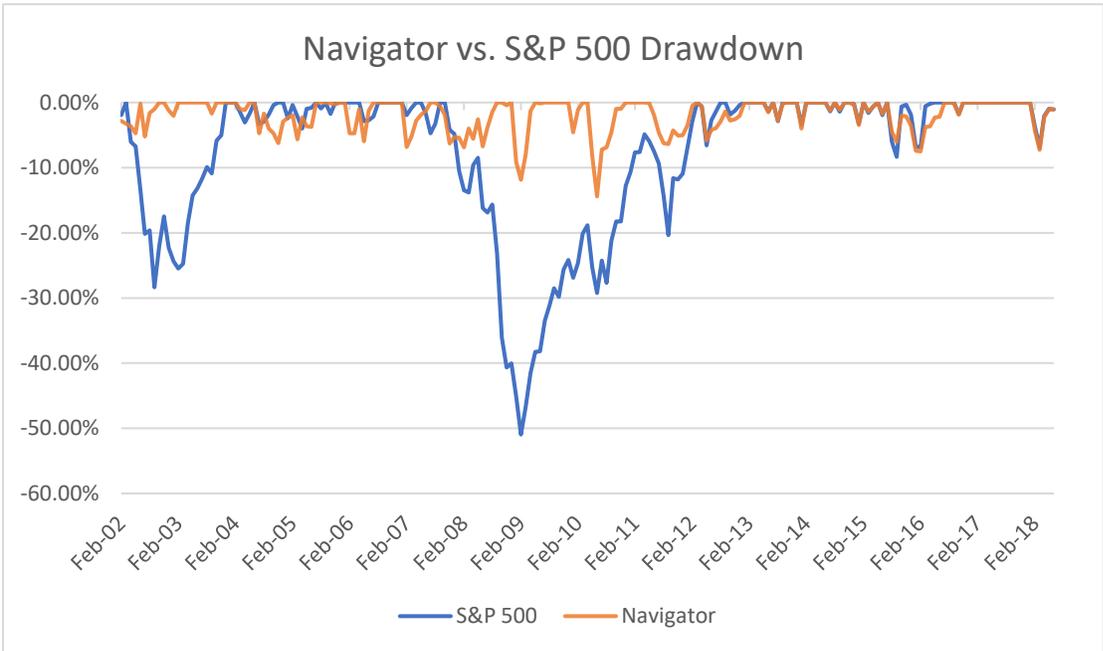
Steven Goldman



*This chart illustrates the performance of a hypothetical \$10,000 investment made in the Fund on 02/01/2002 following its inception. Assumes reinvestment of dividends and capital gains. This chart does not imply any future performance.



Past performance does not guarantee future results



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Performance Table

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Returns	WDD*
2002	n/a	-2.84	-0.44	-0.40	-1.10	4.76	-5.06	3.85	0.58	13.97	5.72	-1.21	17.83%	-5.23%
2003	-0.84	2.41	2.39	0.51	10.04	5.69	1.50	1.11	-1.70	11.38	2.32	0.70	40.72%	-1.70%
2004	0.75	5.67	-1.03	-0.12	4.06	1.39	-4.75	3.21	-2.32	-0.79	-1.61	3.57	7.79%	-6.26%
2005	0.61	0.39	-3.77	3.54	-1.40	-0.07	5.03	0.72	1.30	-0.15	-0.14	3.29	9.44%	-3.77%
2006	2.13	-4.71	-0.03	3.88	-4.96	5.00	2.03	0.60	2.34	1.55	6.20	3.68	18.39%	-5.95%
2007	3.81	-6.82	1.68	2.60	0.91	0.60	3.22	5.25	-0.58	-1.31	-4.49	1.02	5.36%	-6.82%
2008	-0.07	-1.58	3.13	-1.66	3.16	-4.27	3.18	2.43	2.05	2.58	-0.42	0.41	8.97%	-4.27%
2009	-9.13	-2.99	4.42	7.21	3.33	-0.14	6.59	3.55	0.97	0.54	0.62	1.69	16.74%	-11.84%
2010	-4.60	3.61	5.57	1.39	-8.25	-6.72	8.41	0.37	2.44	3.82	0.00	5.82	10.88%	-14.42%
2011	0.86	3.28	0.71	3.46	-0.10	-1.84	-2.73	-1.71	-0.14	2.25	-0.83	0.05	3.09%	-6.38%
2012	1.59	3.11	2.14	-0.56	-5.33	1.79	0.25	1.03	1.64	-1.43	0.18	0.56	4.80%	-5.07%
2013	3.93	1.10	3.15	1.22	1.75	-1.49	4.35	-2.77	2.67	4.08	2.77	2.12	25.12%	-2.71%
2014	-3.99	4.79	0.50	0.19	1.34	1.41	-1.22	3.21	-1.10	1.81	2.14	-0.33	8.80%	-3.95%
2015	-3.15	5.18	-1.40	0.78	1.01	-1.76	1.68	-4.44	-1.56	4.29	-0.15	-1.43	-1.38%	-5.89%
2016	-4.02	-0.10	4.05	0.14	1.41	0.09	3.12	0.01	-0.14	-1.69	3.12	1.65	7.62%	-3.89%
2017	1.49	3.39	-0.03	0.85	1.09	0.46	1.71	0.19	1.76	2.18	3.03	0.95	18.36%	-0.10%
2018	5.95	-4.35	-3.06	0.10	2.34	0.48								
Avg.													12.66%	-5.52%

*WDD - Worst cumulative monthly drawdown

Standardized Performance (As of 06/30/2018)

	1 Year	5 Year	10 Year	Since Inception*
UNAVX	11.43%	9.48%	10.34%	12.01%
S&P 500 Index	14.37%	13.42%	10.17%	7.70%

*Inception: 02/01/2002

Net Expense: 1.99%, Gross Expense: 2.75% The advisor has contractually agreed to limit expenses through 7/31/19.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be

worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-866-264-8783.

DEFINITIONS

S&P 500 - American stock market index based on the market capitalizations.

Drawdown- Usually quoted as the percentage between the peak and the subsequent trough.

NASDAQ-100 is a stock market index made up of 103 equity securities issued by 100 of the largest non-financial companies listed on the NASDAQ.

S&P 600 Small-Cap Index - index of small-cap stocks managed by Standard and Poor's.

Russell 2000- Index is a small-cap stock market index of the bottom 2,000 stocks in the Russell 3000 Index.

Econometric Model - identifies the statistical relationship that is believed to hold between the varied economic quantities concerning a particular economic phenomenon under study.



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It is not possible to invest directly in an index.

Fund holdings and/or sector allocations are subject to change at any time and are not recommendations to buy or sell any security.

The USA Mutuals Funds are distributed by Compass Distributors, LLC.

Simultaneous with the commencement of the Fund's investment operations on October 13, 2017, the Goldman Navigator Fund, L.P., a limited partnership managed by Mr. Steven Goldman, the Fund's portfolio manager (the "Predecessor Partnership"), converted into the Institutional Class shares of the Fund by contributing all its assets to the Fund in exchange for Institutional Class shares of the Fund.

Performance data quoted prior to October 13, 2017, represents the past performance of the Goldman Navigator Fund, L.P., a limited partnership managed by Mr. Steven Goldman, the Fund's portfolio manager (the "Predecessor Partnership"). From its inception in 2002 through 2012, the Predecessor Partnership was managed as a proprietary account of the portfolio manager and was converted to a limited partnership in 2012. From its inception on February 1, 2002, through October 13, 2017, the Predecessor Partnership maintained investment policies, objectives, guidelines, and restrictions that were, in all material respects, equivalent to those of the Fund, and at the time of the conversion, the Predecessor Partnership was managed by the same portfolio manager as the Fund. Such portfolio manager managed the Predecessor Partnership since its inception in a manner that, in all material respects, complied with the investment guidelines and restrictions of the Fund. The Fund's performance for periods before October 13, 2017, is that of the Predecessor Partnership and includes the expenses of the Predecessor Partnership. The performance includes gains or losses plus income and the reinvestment of all dividends and interest. All returns reflect the deduction of all actual fees and expenses, paid by the Predecessor Partnership, without provision for state or local taxes. If the Predecessor Partnership's performance was adjusted to reflect the projected first-year expenses of the Fund, the performance for all periods would have been lower than that stated. The Predecessor Partnership was not registered under the 1940 Act and was not subject to certain investment limitations, diversification requirements, and other restrictions imposed by the 1940 Act and the Internal Revenue Code of 1986, as amended (the "Code"), which, if applicable, may have adversely affected its performance. On a going forward basis after October 13, 2017, the Fund's performance will be calculated using the standard formula set forth in rules promulgated by the SEC, which differs in certain respects from the methods used to compute total returns for the Predecessor Partnership. Please refer to the Financial Statements section of the Fund's SAI to review additional information regarding the Predecessor Partnership. [Click here](#) for a prospectus.

Mutual fund investing involves risk; principal loss is possible. Leveraging may exaggerate the effect on net asset value of any increase or decrease in the market value of a Fund's portfolio. Investing in derivatives may subject the Fund to losses if the derivatives do not perform as expected. Short sales involve selling a security that a Fund borrows and does not own. Short sales carry significant risk, including the risk of loss if the value of a security sold short increases prior to the

scheduled delivery date since a Fund must pay more for the security than it has received from the purchaser in the short sale. Futures contracts are subject to the same risks as the underlying investments that they represent, but also may involve risks different from, and possibly greater than, the risks associated with investing directly in the underlying investments. The Funds may invest in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. This risk increases with emerging markets. Small and mid-size companies involve additional risks such as limited liquidity and greater volatility. Investments in futures may result in a substantial loss in a short period. The loss may be more than the original investment. One cannot invest directly in an index.

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For a prospectus or summary prospectus with this and other information about the Fund, please call (888) 123-4589 or visit our website at [www.\[fund website\].com](#). Read the prospectus or summary prospectus carefully before investing.



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