

## 361 Managed Futures Strategy Fund

For the quarter ended September 2017, the 361 Managed Futures Strategy Fund gained 2.07% net of fees and expenses. Over the same time period, the Morningstar Managed Futures Category gained 0.62%, while the S&P 500 Index gained 4.48%. Through the first three quarters of 2017, the Fund has earned 2.53%, outperforming the Morningstar Managed Futures Category, which lost 2.01%. By way of comparison, the S&P 500 Index has gained more than 14% through the first nine months of the year with very little volatility.

The third quarter looked much like second quarter, and the quarter before, and the quarter before, as the ostensibly never-ending pattern of low volatility and ever-higher equity markets continued. The S&P 500 Index has now been profitable in 18 of the last 19 months, including gains in each of the last 11 months, a streak last accomplished in 1959. Not even games of nuclear chicken could impact market direction or volatility.

Despite a generally unfavorable environment for the Fund, it generated profits during the last quarter. Contributing to this was the recent expansion of the Fund's opportunity set, which proved helpful, as the new markets were significant, positive contributors to quarterly performance.

On a longer-term basis, the Fund continued to show strong performance and received a four-star Overall Morningstar Rating™ based on risk-adjusted returns as of 9/30/17\*. The fund was rated among 96 funds in the Morningstar Managed Futures category. Since the Fund's first full month of operation (January 2012), it earned 3.56% per year and has accomplished this with a beta of just 0.02 relative to the S&P 500 Index—generating positive performance without the benefit of exposure to strong upward trending markets since the Fund's inception.

### Fund Performance

Total Returns (%)	3Q17	1 Year	3 Year	5 Year	Since Inception 12/20/2011
361 Managed Futures Strategy Fund I	2.07%	0.98%	1.55%	2.48%	3.29%
Citigroup 3 Month T-Bill Index	0.26%	0.64%	0.29%	0.19%	0.18%
Morningstar Managed Futures Category	0.62%	-5.33%	-0.30%	-0.28%	-1.13%

Annual Expense Ratio: Net 1.87%† / Gross 1.88%. Returns shown over one year are annualized. Returns include the reinvestment of dividends and income.

† Net expense ratio reflects contractual agreement in effect until 2/28/2018 under which the Fund's adviser agreed to waive its fees and/or pay for operating expenses.

**Past returns shown do not guarantee future results. Current performance may be lower or higher. Call 888-736-1227 for the latest month-end returns. Return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. Other share class performance may vary.**

\*The 361 Managed Futures Strategy Fund is among 96 in the Managed Futures funds derived from a weighted average of the fund's three-, five- and 10-year risk-adjusted returns as of 9/30/2017. For the three year period, the Fund was rated three stars out of 96 and for the five year period, the Fund was rated four stars out of 54. Past performance is no guarantee of future results. Ratings reflect fee waivers in effect; in their absence, ratings may have been lower.

**You should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. For a prospectus, or summary prospectus, that contains this and other information about the Funds, call 1-888-736-1227 or visit our website at [www.361capital.com](http://www.361capital.com). Please read the prospectus or summary prospectus carefully before investing.**

Investing involves risk, including possible loss of principal. Futures prices may be very volatile. The small margin required for futures contracts magnifies the effect of market volatility and allows the loss from a contract potentially to exceed the Fund's initial investment. With short contracts, the loss is theoretically unlimited since the appreciation of the underlying asset also is theoretically unlimited. Fund assets not invested in futures are invested primarily in investment-grade bonds. Bond prices generally fall when interest rates rise. Frequent trading by the Fund may reduce returns and increase the number of taxable transactions. Concentration of its portfolio in relatively few issuers may make the Fund more volatile than a diversified fund.

**Citigroup 3 Month T-Bill Index** measures monthly return equivalents of yield averages that are not marked to market. The Three-Month Treasury Bill Indexes consist of the last three three-month Treasury bill issues. **Morningstar Managed Futures Category** is defined as funds that primarily trade liquid global futures, options, swaps, and foreign exchange contracts, both listed and over-the-counter. More than 60% of the fund's exposure is invested through derivative securities. These funds obtain exposure primarily through derivatives; the holdings are largely cash instruments. It is not possible to invest directly in an index. **The S&P 500 Index** is a commonly recognized, market capitalization weighted index of 500 widely held equity securities, designed to measure broad U.S. equity performance.

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**Beta** measures a fund's sensitivity to market movements. The beta of a market is 1.00 by definition. **Correlation** is a statistical measure of how two securities perform relative to each other.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product 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. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

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