

Eventide Large Cap Focus Fund

About the Fund

The Large Cap Focus Fund seeks long-term capital appreciation by primarily investing in companies that have a market capitalization in the range of the market capitalization of companies in the S&P 500 index. The Fund seeks to own a portfolio of high-quality companies that can achieve or sustain superior performance over the long term due to their sustainable competitive advantages, attractive industry structures, strong management teams, and favorable Business 360[®] characteristics. The Fund will also be considered non-diversified, giving it the ability to have high exposure to a single issuer. While the Fund is not managed in alignment with a particular index, the **S&P 500 Total Return Index**¹ will be used as a benchmark to compare the Fund's performance over time. The Fund will tend to have a high active share and fewer names (25-50 holdings) compared to its benchmark and the broader market, which presents the potential for differentiated returns.

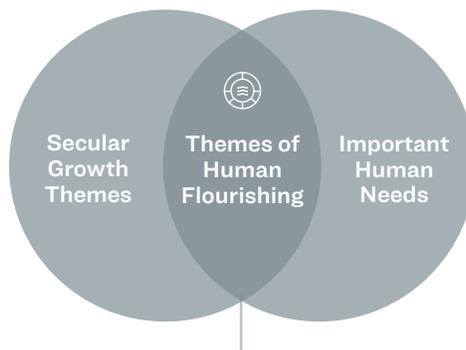
Investment Philosophy

We believe **high-quality companies** that excel at **creating value for others** and **trade at a discount to intrinsic value** offer superior long-term risk-adjusted returns.

Process

1. Idea generation: Narrowing the macro universe

- a. Our investment process begins with **understanding the big picture of asset classes and sectors**. While the team uses a “bottom-up” (analyzing individual stocks rather than macroeconomic trends) approach to investing, we begin the idea generation phase of the process by **discerning attractive long-term secular investment themes**. We believe themes to be powerful drivers of long-term performance. The term “theme” is broad and can refer to a number of ways to categorize investment opportunities, but we use themes as a way of identifying what we believe to be future tailwinds and narrow our investment universe to those themes that we believe will have the most traction in the market over the next 3, 5, 10, and 20 years. At Eventide, we focus on secular themes that we also believe promote a context conducive for human flourishing. Below are a few examples of themes that we have identified as secular themes that we also believe have the potential to promote human flourishing.



 Beyond Moore's Law	 Business Intelligence, AI, and IoT	 Clean Energy	 Community Impact	 Cybersecurity	 eBusiness	 Energy Efficiency
 Environmental Stewardship	 Evolution to the Cloud	 Healthcare & Life Sciences	 Health & Safety	 Industry 4.0	 Supply Chain Resiliency	 Transportation 2.0

These are representative examples of themes in the Eventide Large Cap Focus Fund

- b. The portfolio manager and analysts perform due diligence on the fundamental industry factors and themes by staying current on trends, engaging subject matter experts and key opinion leaders, and attending conferences to gauge each theme’s investment viability.

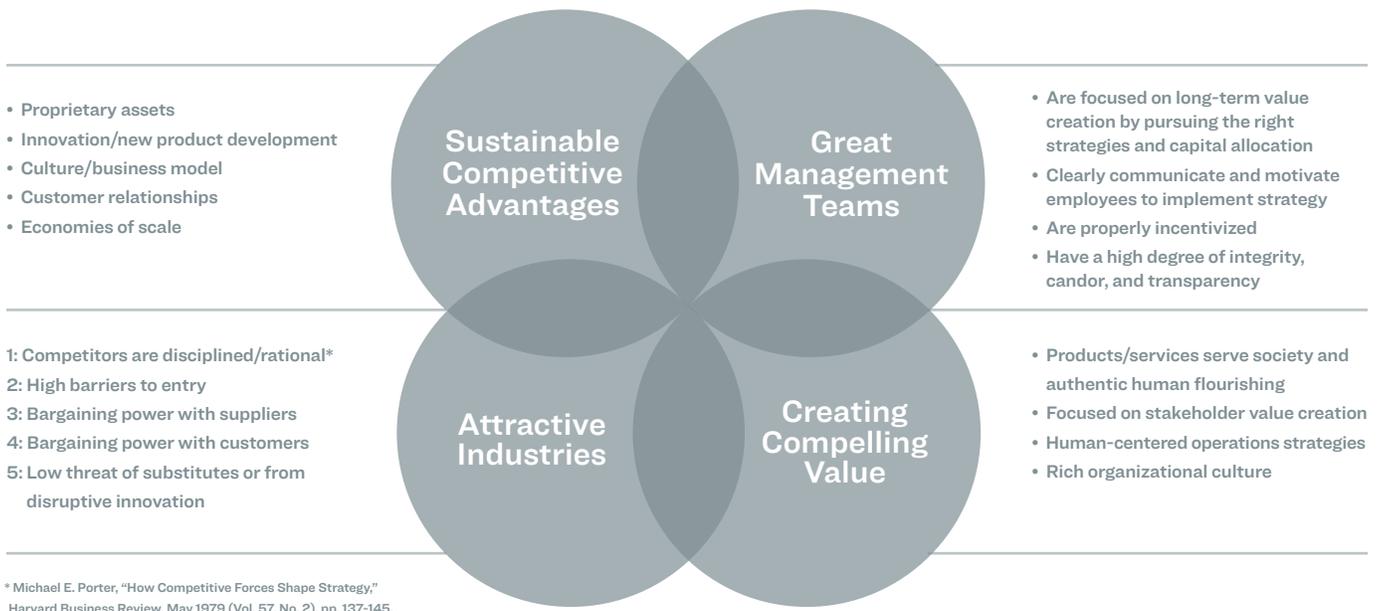
2. Fundamental Security Selection

Our security selection process begins by researching companies within the themes that we have become deeply familiar with from our idea generation phase of the process. As we evaluate individual companies, we perform both a qualitative analysis and a financial analysis.

a. Qualitative analysis

When we buy a stock we view ourselves as owners of the business. We therefore aim to have in-depth knowledge of companies. We perform an independent analysis of companies that includes reading annual reports, listening to company conference calls, reading company press releases, speaking with the companies and meeting with the management teams, speaking with industry experts, as well as researching the company’s competitors, customers, and suppliers.

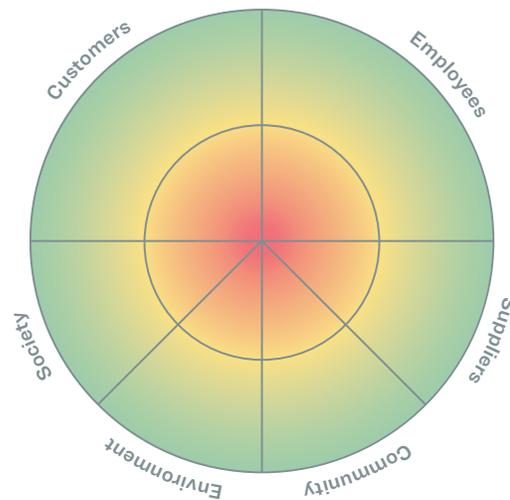
We seek to invest in companies that we deem to be “high-quality” by embodying four key traits:



An essential piece of our qualitative analysis is our **Business 360®** framework that we use to evaluate whether a company is creating value for its various stakeholders or extracting value from them. This framework has been formalized and implemented through a proprietary tool called Edify, which combines third-party data alongside Eventide’s research.

BUSINESS 360®

Business 360® targets a holistic framework for evaluating both a company’s long-term competitive advantage and its impact on human flourishing by analyzing its operations and strategy through the lens of key stakeholders.



b. **Financial analysis:** The company’s financial metrics are the output of its business model, value proposition, competitive advantages, and operational execution. We seek companies with long-term financial strength by looking for the following qualities:

- ✓ Revenue growth that is consistent and repeatable
- ✓ Pricing power
- ✓ Operating margins that are increasing and operating leverage so profits may increase with higher revenues
- ✓ Profitable or has the potential to achieve profitability in the next few years
- ✓ Earnings growth that is consistent and repeatable
- ✓ Strong balance sheet with low financial leverage
- ✓ Positive free cash flow
- ✓ Return on Invested Capital (ROIC) that is high and increasing

c. After we perform the qualitative analysis and financial analysis of a company, we estimate a company’s intrinsic value (the long-term value of the company) by performing a **discounted cash flow (DCF) valuation analysis**. This considers the magnitude, timing, and risk of future free cash flows discounted to today based on the company’s cost of capital. It also considers the sustainability of its competitive advantages (reflected in the fade rate).

We also conduct a comparable company valuation analysis and use other valuation methodologies that we deem appropriate (e.g., sum-of-the-parts, historical multiples). We then triangulate the valuation between the DCF (the primary method) and the other methods to better evaluate the opportunity. Additionally, we analyze different scenarios, such as upside and downside cases.

We then compare our estimates of the company's valuation to where the stock is currently trading. We seek to own stocks that trade at an attractive upside compared to downside and have a margin of safety.

We find that high-quality companies often create more economic value than the market expects over the long term because the market often underappreciates the long-term compounding of strong financial returns (earnings, free cash flow) by these companies and their ability to consistently exceed the market's expectations.

3. Portfolio construction and risk management

- a. The Fund will typically contain 25-50 companies in which we have high conviction.
- b. Since we use a "bottom-up" investing approach, our sector positioning is largely the result of individual stock selection. However, we may also consider macroeconomic analysis in our decisions about asset allocation and position sizes. We strive to own companies that are resilient to macroeconomic conditions and have idiosyncratic factors that will allow them to thrive in volatile environments.
- c. The Fund seeks internal diversification from owning companies in various sectors and industries. Additionally, the fund diversifies risk sensitivity to factors that would impact specific holdings such as end-market exposures, geographic exposures, and competitive dynamics.
- d. We regularly review the companies in our portfolio to determine whether the investment case is intact. We will keep an open mind and stay rational and objective. We will adjust our conclusions on a company or position sizes if the fundamentals change or if we determine that our hypothesis was wrong.
- e. We will sell companies when the investment cases are no longer intact or there are better opportunities elsewhere. ●

Portfolio Management Team



ANANT GOEL

Portfolio Manager

Anant Goel serves as a Portfolio Manager for the Eventide Exponential Technologies Fund, Eventide Gilead Fund, and the Eventide Large Cap Focus Fund and Senior Research Analyst on other Eventide funds.

Mr. Goel has a diverse background having grown up and lived in India, Hong Kong, UK, USA and China, which combined with his academic and professional interests, allow him to incorporate a diverse set of perspectives in his investment decision process. He has been passionate about responsible investing from early in his career. He has served as a Research Analyst at Eventide since 2016, leading its technology focused research. In 2015, during his MBA program, he worked at Adage Capital Management, a long/short hedge fund. From 2011-2014, he served as an Analyst for NewQuest Capital Partners, a Private Equity firm in Hong Kong, where he was responsible for evaluating new investment opportunities for funds across Asia. From 2008-2011, he lived and worked in Beijing, China where he studied Mandarin and worked on start-up companies and other investment projects.

Mr. Goel holds an MBA from the MIT Sloan School of Management where he was selected as a Teaching Assistant (TA) for finance courses for both Executive MBA and MBA students. He also holds a Bachelors of Science (HONS) from the University of Warwick, UK in Economics.



ANDREW SINGER, CFA

Portfolio Manager

Andrew Singer, CFA, serves as a Portfolio Manager for the Eventide Dividend Opportunities Fund and the Eventide Large Cap Focus Fund and Senior Research Analyst for other Eventide funds. He is primarily responsible for making investment recommendations and monitoring existing portfolio investments by conducting fundamental, financial, and valuation analyses.

Prior to joining Eventide, Mr. Singer was an Investment Analyst for Manulife (John Hancock) Asset Management from 2014 to 2016; Research Analyst for Cramer Rosenthal McGlynn from 2009-2013; Equity Analyst for BlackRock from 2006-2009; Equity Analyst for Evergreen Investments from 2004-2006; and Equity Research Associate for Credit Suisse First Boston from 1997-2002.

He has a bachelor's degree in Quantitative Economics from Tufts University and an MBA from Babson College. He holds the Chartered Financial Analyst designation and is a member of the CFA Society Boston and CFA Institute.

¹ The S&P 500 is an index created by Standard & Poor's of American stocks with the largest market capitalization. Investors cannot directly invest in an index, and unmanaged index returns do not reflect any fees, expenses, or sales charges. The volatility of an index may be materially different than that of the Fund, and investors should not expect the Fund to achieve the same results as the index.

Mutual funds involve risk including the possible loss of principal. Past performance does not guarantee future results. The Fund's ethical values screening criteria could cause it to under-perform similar funds that do not have such screening criteria. Large capitalization companies may be subject to more limited growth potential, and be less able to adapt to changing market conditions than smaller capitalization companies. The Fund has non-diversification risk as a high percentage of Fund assets may be invested in a limited number of companies and may be more susceptible to any single economic, technological or regulatory occurrence than a diversified fund. It may be susceptible to an increased risk of loss because the Fund's investments are concentrated in the semiconductor and software industries and the Fund may invest a substantial portion of its assets in one or more sectors of the economy, such as the technology, industrial, consumer discretionary and healthcare sectors. Semiconductor companies carry risks such as limited product lines, competition for qualified personnel, rapid obsolescence of equipment, and dependence on patent and intellectual property rights, the loss or impairment of which can adversely affect profitability. Software companies carry risks such as rapidly changing technology, rapid product obsolescence, competitive pressures, cyclical market patterns, availability and price of components and frequent new product introductions. The Fund can have risk related to option investing. There are special risks associated with investments in foreign companies including exposure to currency fluctuations, less efficient trading markets, political instability and differing auditing and legal standards. The Fund can invest in private companies. Private investments include various risks including but not limited to lack of liquidity, capital commitment risk, and valuation risk. Private companies may not be financially profitable and have uncertain futures, subjecting them to additional risks.

The Adviser's judgment about the quality of a particular company may prove to be incorrect. There is no guarantee that the Adviser's approach will produce the desired results. Reference to Eventide's Business 360[®] approach is provided for illustrative purposes only and indicates a general framework of guiding principles that inform Eventide's overall research process.

Investors should consider a fund's investment objectives, risks, charges and expenses carefully before investing or sending money. This and other important information can be found in the prospectus, which can be obtained at eventidefunds.com/prospectus or by calling 1-877-771-EVEN (3836). Please read the prospectus carefully before investing. Eventide Mutual Funds are distributed by Northern Lights Distributors, LLC, Member FINRA/SIPC, which is not affiliated with Eventide Asset Management, LLC.