



CORE ALTERNATIVE  
C A P I T A L

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April 2023 Commentary

*As of 05/11/23*

The Core Alternative ETF (NYSE: CCOR) returned -1.40% (NAV) / -1.34% (Market Price) in April. The fund's equity holdings posted strong performance due to security selection on the back of constructive earnings reports and early signs of increasing participation across sectors. Several pharmaceutical holdings provided notable leadership on positive trends in both sales and trials. Reports from a series of companies in the consumer sectors (both staples and discretionary) reiterated their pricing power in what has proven to be a prolonged inflationary environment. The options strategy weighed on total returns with muted realized volatility and the major indexes driven higher by a concentrated number of securities. The decline in both realized and implied volatility has allowed the fund to purchase put options at the cheapest premiums this year. We have taken the opportunity to increase the term of the puts while retaining the flexibility to take profits on short-term dislocations.

A stronger than anticipated earnings season had the effect of pushing out the wall of uncertainty facing markets. Questions around slowing economic growth, consumer spending power, and the direction of monetary policy experienced a degree of resolution in the short-term. Our view on equity markets is increasingly one of caution based primarily on breadth and valuation. Recent data surprised to the upside, yet many of the largest individual stocks across indexes are trading at valuation multiples approaching late 2021. The fund will seek to continue to trim outsized winners year-to-date while seeking opportunities as they arise.

To view the fund's standardized returns and holdings, click here: <https://www.corealtfunds.com/fund>

Reach out to our team to find out more at [sales@corealt.com](mailto:sales@corealt.com)

**Performance data quoted represents past performance and 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 800-617-0004 (ETF INFO). Performance figures are net of all fund expenses.**

Important Disclosures:

*To determine if this Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, charges and expense before investing. This and other information can be found in the Fund's full or summary prospectus which may be obtained by calling 800-617-0004 (ETF INFO) or visiting our website at*



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*www.corealtfunds.com. Read the prospectus carefully before investing or sending money.*

**Investments involve risk. Principal loss is possible.** There is no guarantee that the Fund will achieve its investment goal. All risks associated with this fund should be carefully considered before any investment decisions are made. In addition to the normal risks associated with investing, the Fund also includes the following risks specific to the particular investment strategy the fund employs: Derivatives Risk, Dividend Paying Security Risk, Equity Investing Risk, ETF Risks, Hedging Risk, Large Capitalization Companies Risk, Management Risk, Market Events Risk, Models and Data Risk, Options Risk, Sector Concentration Risk. For the list of applicable risks, and their descriptions, please refer to the fund's Prospectus found at [corealtfunds.com](http://corealtfunds.com).

Opinions expressed are subject to change at any time, are not guaranteed, and should not be considered investment advice.

The Core Alternative ETF is distributed by Quasar Distributors, LLC.

Indexes are unmanaged and one cannot invest directly in an index.

Diversification may not protect against market loss.

Total annual fund operating expenses 1.07%.

Index and market data provided by Bloomberg, LP