

AlphaSimplex Global Alternatives Fund

A liquid alternative investment with a risk/return profile similar to hedge funds

Portfolio highlights

- A core alternative investment strategy that seeks to generate attractive risk adjusted returns.
- Asset selection is created through positioning in hedge fund strategies as well as factor-based analysis of monthly returns across thousands of hedge funds. The dual approach derives the hedge fund universe's sensitivity, beta⁴, to the returns of various liquid hedge fund strategies.
- The end result is a mixture of long⁵ and short⁶ positions in liquid futures and forward contracts, equities and Exchange Traded Funds across traditional and alternative asset classes.
- The portfolio targets a volatility of 9% or less; position sizes are adjusted as often as daily. Positions are scaled down as losses accumulate or scaled up as gains accumulate.
- The strategy organically diversifies the fund, offering exposure to liquid beta markets across multiple hedge fund categories.

Portfolio applications

A potential for relatively low long-term correlation with traditional asset classes while maintaining a material correlation with hedge fund indexes

Diversification across asset classes derived from the betas of 4,000+ hedge funds

Flexibility to take long or short positions implementing hedge fund beta risk allocations across futures and forward contracts of stocks, bonds, interest rates, and commodities

Exposure to niche risk premia available in the markets as the portfolio seeks to actively adjust exposures to reflect changes in market risk and cross correlations

Access to hedge fund universe in a liquid and transparent mutual fund without an exorbitant fee often charged by hedge funds (typically, 2% management fee and 20% performance incentive fee)

¹ CFA® and Chartered Financial Analyst® are registered trademarks owned by the CFA Institute. ² The Barclay Fund of Funds Index is a measure of the average return of all Funds of Funds ("FoFs") in the Barclay database. The index is simply the arithmetic average of the net returns of all the FoFs that have reported that month. Index returns are recalculated by Barclay Hedge, Ltd. throughout each month. The fund does not expect to update the index returns provided if subsequent recalculations cause such returns to change. In addition, because of these recalculations, the Barclay Fund of Funds Index returns reported by the fund may differ from the index returns for the same period published by others. The sale of a borrowed security with the expectation that the asset will fall in value. ³ As of the most recent prospectus, the investment advisor has contractually agreed to waive fees and/or reimburse expenses (with certain exceptions) once the expense cap of the fund has been exceeded. This arrangement is set to expire on 4/30/22. When an expense cap has not been exceeded, the gross and net expense ratios and/or yields may be the same. The purchase of a security with the expectation that the asset will rise in value. ⁴ Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. ⁵ The purchase of a security with the expectation that the asset will rise in value. ⁶ The sale of a borrowed security with the expectation that the asset will fall in value.



ABOUT THE FUND

Objective

Pursues an absolute return strategy that seeks to provide capital appreciation consistent with the risk-return characteristics of a diversified portfolio of hedge funds

Portfolio manager(s)¹

Alexander D. Healy, PhD
Robert S. Rickard
Peter A. Lee
Philippe P. Lüdi, PhD, CFA®
David E. Kuenzi, CFA®

Inception date

09/30/2008

Share classes

| | |
|---------|-------|
| Class A | GAFAX |
| Class Y | GAFYX |
| Class N | GAFNX |
| Class C | GAFCX |

Benchmark²

Barclay Fund of Funds Index

Expense ratios (gross/net)³

| | | |
|-------|-------|-------|
| GAFAX | 1.62% | 1.59% |
| GAFYX | 1.37% | 1.34% |
| GAFNX | 1.31% | 1.29% |
| GAFCX | 2.37% | 2.34% |

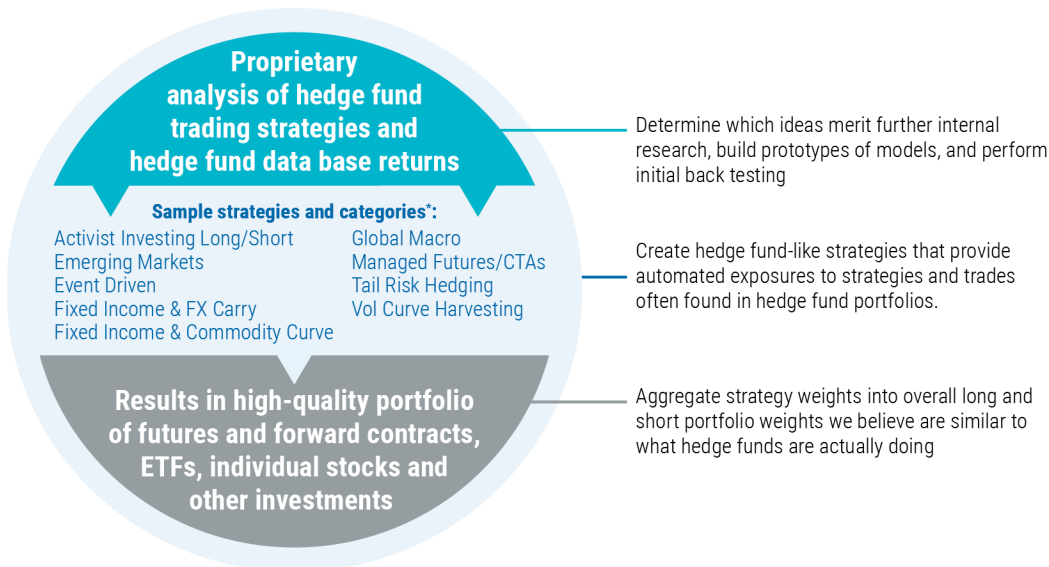
Philosophy, process, and risk management

The AlphaSimplex Global Alternatives Fund is a mutual fund that holds long and short positions in primarily futures and forward contracts, individual securities, as well as ETFs. The contracts reflect the strategic and tactical asset allocations of the hedge fund industry, managed to an annualized volatility target of 9% or less. The fund uses proprietary quantitative modeling techniques to try to replicate the sensitivity of a broad hedge fund universe.

The fund seeks to target a relatively stable level of annualized volatility (as measured by standard deviation), but the targeted volatility is subject to change. There is no guarantee that the target will be achieved and the realized volatility level of the fund can be higher or lower than its target volatility at any given point in time. Volatility is not an indicator of expected return or a measure of protection against loss. Volatility is managed to an annualized volatility target of 9%. Daily volatility is estimated using an exponential weighting methodology that places greatest weight on recent past. Increasing market volatilities and correlations lead to decreasing portfolio exposures. Decreasing market volatilities and correlations lead to increasing portfolio exposures.



AlphaSimplex Group, LLC offers alternative investment solutions designed to adapt to changing market dynamics. The products use AdaptiveVolatility Management™ to help offset the impact of short-term fluctuations in market risk. The products are liquid, actively managed, and adaptive to current market conditions.



*Not all strategies listed are currently used in the Fund.

RISKS: **Leverage** can increase market exposure and magnify investment risk. **Futures and forward contracts**, like other derivatives, can involve a high degree of risk and may result in unlimited losses. Because they depend on the performance of an underlying asset, they can be highly volatile and are subject to market, credit, and counterparty risks. **Short exposures** using derivatives may present various risks. If the value of the asset, asset class or index on which the Fund holds short investment exposure increases, the Fund will incur a loss. The potential risk of loss from a short exposure is theoretically unlimited, and there can be no assurance that securities necessary to cover a short position will be available for purchase. **Equity securities** are volatile and can decline significantly in response to broad market and economic conditions. **Foreign and emerging market securities** may be subject to greater political, economic, environmental, credit, currency and information risks. Foreign securities may be subject to higher volatility than US securities, due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets. **Commodity-related investments**, including derivatives, may be affected by a number of factors including commodity prices, world events, import controls, and economic conditions and therefore may involve substantial risk of loss. **Currency exchange rates** between the US dollar and foreign currencies may cause the value of the Fund's investments to decline. **Interest rate risk** is a major risk to all bondholders. As rates rise, existing bonds that offer a lower rate of return decline in value because newly issued bonds that pay higher rates are more attractive to investors. **Concentrated investments** in a particular region, sector, or industry may be more vulnerable to adverse changes in that industry or the market as a whole.

Before investing, consider the fund's investment objectives, risks, charges, and expenses. Visit im.natixis.com or call 800-225-5478 for a prospectus or a summary prospectus containing this and other information. Read it carefully.

Natixis Distribution, L.P. is a limited purpose broker-dealer and the distributor of various registered investment companies for which advisory services are provided by member companies of Natixis Investment Managers. • Natixis Distribution, L.P. is located at 888 Boylston Street, Suite 800, Boston, MA 02199-8197. • 800-225-5478 • im.natixis.com • Member FINRA | SIPC

Depending on their objective, alternative mutual funds may be more or less volatile than stock or bond funds.

Diversification does not guarantee a profit or protect against a loss.

> To learn more:
Visit: im.natixis.com