

# DIVIDEND PERFORMERS

Dividend Performers (IPDPX) is a professionally managed mutual fund that seeks to deliver both growth & income.

**PORTFOLIO MANAGER:**  
Innovative Portfolios, LLC

**TOTAL NET ASSETS:**  
(as of June 30, 2020)  
I Share — \$8,218,324.48

**SHARE CLASS LAUNCH DATE:**  
12/24/2018

**SHARE CLASS:**  
I Share (IPDPX)

**US CATEGORY GROUP:**  
Alternative

**MORNINGSTAR CATEGORY:**  
US Fund Options-based

**DISTRIBUTION FREQUENCY:**  
Quarterly

**NUMBER OF HOLDINGS:**  
(as of June 30, 2020)  
54

**NAV PER SHARE:**  
(as of June 30, 2020)  
I Share \$11.11

**CUSIP:**  
I Share — 19423L508

**EXPENSE RATIOS:<sup>1</sup>**  
I Share  
Gross Expense Ratio 2.56%  
Net Expense Ratio 1.56%

**MINIMUM INVESTMENT:**  
I Share — \$5,000 initial  
I Share — \$100 subsequent

## DIVIDEND PERFORMERS OVERVIEW

The Dividend Performers Fund's primary investment objective is to provide current income, with a secondary objective of seeking long-term capital appreciation. The Fund's strategy is twofold:

- Investing in large-capitalization common stocks of dividend-paying U.S. companies
- Utilizing an option overlay strategy to enhance overall distributions to shareholders

## INNOVATIVE PORTFOLIOS

Innovative Portfolios is a strategic resource to help RIAs offer clients innovative investment strategies with the goal of better-balanced, risk-adjusted portfolios. Our option-based investment strategies strive to take somewhat traditional investment portfolios and increase diversification with the potential to enhance incremental income. Innovative Portfolios is backed by the knowledge and resources of our experienced money management team.

Please review the Dividend Performers prospectus to learn more about the Fund's investment characteristics, risks, and fees.



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for the intelligent advisor

**317.689.6450**  
**innovativeportfolios.com**

## WHY WOULD I OWN DIVIDEND PERFORMERS?

### GROWTH AND INCOME:

Dividend Performers invests in U.S. stocks with a history of raising their dividend and the potential for capital appreciation. The added option overlay offers the potential for enhancing both total return and cash flow to shareholders.

### DIVERSIFIED INCOME STREAM:

The Dividend Performers strategy includes income-producing equities and potential for premium income from an option overlay.

### COMPLEMENTS OVERALL PORTFOLIO:

Dividend Performers offers the potential to add diversification to the income allocation of the portfolio construct.

### COMPANIES WITH LOWER VOLATILITY:

Historically, companies with lower downside risk scores have the potential for long-term growth while exhibiting lower volatility and lower downside risk.

### PROFESSIONAL MANAGEMENT:

Access to institutional-quality fundamental research focused on downside risk analysis (DRA) with experienced option traders managing the overlay.

## DIVIDEND PERFORMERS METHODOLOGY



### FUNDAMENTAL ANALYSIS & RESEARCH:

Research uses a 'risk-first' focus in selecting stocks to be included in the portfolio:

- to identify mispriced stocks
- to score those stocks' downside risk—risk of the stock versus potential return

A fundamental value approach evaluates downside risk score on 22 fundamental factors—with the goal to avoid downside risk.



### PORTFOLIO CONSTRUCTION:

Compiled from Dividend Achievers stocks with the strongest downside risk scores.

Construction includes an option overlay strategy seeking a credit spread on the S&P 500 Index. The option overlay:

- sells/writes an out-of-the-money short put option bi-monthly
- also purchases an out-of-the-money long put option below the short option position
- uses the long put option to potentially hedge any significant downside risk posed by the short put



### GENERATION OF INCOME:

The Fund seeks both the opportunity for growth through capital appreciation of the stock share prices and the potential for consistent income from dividends plus option premiums from an option overlay strategy.

## PERFORMANCE RETURNS

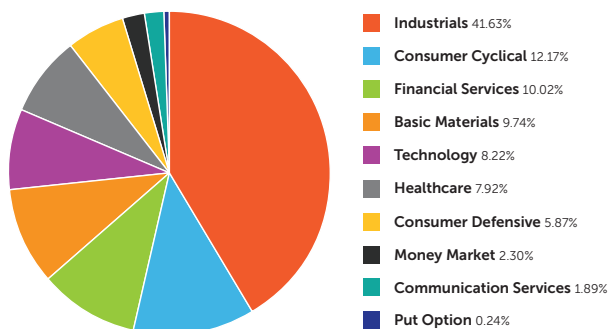
Data as of June 30, 2020

	Qtr. End	YTD	1-Year Annualized	Since Inception Annualized (12/24/18)
Dividend Performers I Shares	54.69%	-14.22%	-1.37%	10.47%
Benchmark (S&P 500)	20.54%	-3.08%	7.51%	20.21%
Benchmark (NASDAQ US Broad Dividend Achievers™ Index)	15.00%	-6.84%	1.13%	13.80%

Performance quoted represents past performance, which is no guarantee of future results. Performance returns stated net of fees. **Performance from a relatively short period are less reliable than long-term results.** Current performance may be lower or higher than the performance quoted. The investment return and the principal value of an investment will fluctuate and shares, when redeemed, may be worth more or less than their original cost. Returns are historical and include change in share price and reinvestment of all distributions. Month-end performance information can be obtained by visiting our website at [innovativeportfolios.com](http://innovativeportfolios.com). There is no guarantee that any investment objective will be achieved. An investor cannot invest directly in an index, and index performance does not reflect the deduction of fees, expenses or taxes. During the periods presented above, the Advisor waived fees and/or reimbursed expenses. Without this arrangement, performance would be lower.

## SECTOR ALLOCATION\*

Data as of June 30, 2020



Portfolio weights are subject to change without notice. Due to rounding, values might not add up to 100%. Sector allocation excludes written (short) put options.

**The Fund invests in options. All investment strategies carry risk, and transactions in options may carry a high degree of risk. Investors should carefully consider the Fund's risks and investment objectives as an investment in the Fund may not be appropriate for all investors and is not designed to be a complete investment program. Before making an investment decision, investors should consider the suitability of this investment with respect to such investor's net worth, income, age, and risk tolerance. Investment should be avoided where an investor has a short-term investing time horizon and/or cannot bear the loss of some or all of their investment. Before investing in the Fund, investor should read the discussion of risks of investing in the prospectus. You can obtain a prospectus by calling 1-800-869-1679 or visiting [innovativeportfolios.com](http://innovativeportfolios.com).**

The Fund is new with limited operating history. There can be no assurance that the Fund's investment objective will be achieved.

**NOT FDIC INSURED • MAY LOSE VALUE • NO BANK GUARANTEE • NOT INSURED BY ANY GOVERNMENT AGENCY**

**S&P 500 Index** is an American stock market index based upon the market capitalizations of 500 large companies having common stock listed on the NYSE or NASDAQ.

**NASDAQ US Broad Dividend Achievers™ Index** is comprised of US accepted securities with at least ten consecutive years of increasing annual regular dividend payments.

(1) Expense ratios as disclosed in the February 1, 2020 Prospectus. Innovative Portfolios, LLC, the Fund's investment advisor (the Advisor), has contractually agreed to waive its fee and/or reimburse expenses, at least through January 31, 2021, so that the Fund's total annual operating expenses (excluding acquired fund fees and expenses, taxes and extraordinary expenses) do not exceed 1.50% for the Class I shares.

This factsheet is provided for informational purposes and is not an offer to purchase or sell Fund shares. For distribution when preceded or accompanied by a currently effective prospectus.

Dividend Performers open-end funds are distributed by Arbor Court Capital, LLC (Member FINRA) and are only available to U.S. residents.

## TOP 10 EQUITY HOLDINGS\*

Data as of June 30, 2020

Company	Sector	% Net Assets
Aaron's, Inc.	Industrials	2.46%
QUALCOMM Inc.	Technology	2.37%
Regal Beloit Corp.	Industrials	2.35%
Best Buy Co., Inc.	Consumer Cyclical	2.30%
AmerisourceBergen Corp.	Healthcare	2.25%
Texas Instruments, Inc.	Technology	2.24%
The Travelers Companies, Inc.	Financial Services	2.22%
Lowe's Companies, Inc.	Consumer Cyclical	2.20%
Sensient Technologies Corp.	Basic Materials	2.17%
Leggett & Platt, Inc.	Consumer Cyclical	2.16%

Portfolio holdings are subject to change without notice. The mention of specific securities is not a recommendation or solicitation to buy, sell or hold any particular security. Weights may vary over time and holdings are subject to change without notice.

## YIELD

Data as of June 30, 2020

### 12-Month Distribution Yield (2)

Class I	4.55%
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### SEC Yield — 30 Days (1)

Class I—Subsidized	0.71%
Class I—Unsubsidized	-0.41%

(1) The SEC yield is calculated by dividing annualized net investment income per share during a 30-day period by the maximum offering price per share as of the close of that period. SEC yield reflects the rate at which the Fund is earning income on its current portfolio of securities. The SEC 30-Day Yield is computed under an SEC standardized formula and is based on the maximum offer price per share. Subsidized yields reflect fee waivers in effect. Without such waivers, yields would be reduced. Unsubsidized yields do not reflect fee waivers in effect.

(2) 12-Month Distribution Yield is calculated by adding the Fund's trailing 12-month distributions, and dividing the sum by the Fund's most recent month ended NAV. The Fund may pay distributions in excess of its net investment company taxable income, and, to the extent this occurs, the distribution yield quoted will include a return of capital. Shareholders of record will be notified of the estimated return of capital for each distribution and this information is also available on [dividendperformers.com](http://dividendperformers.com).

\* Top 10 Equity Holdings and Sector Allocations are updated monthly online at [dividendperformers.com](http://dividendperformers.com).



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