



PRICE Asset Management

Commodities & Managed Futures

PCS Commodity Strategy Fund

Class A: PCYAX | Class C: PCYCX | Class I: PCYIX

Annual Report
August 31, 2018

1-844-828-3242

www.pcscommodityfunds.com



Dear Fellow Shareholders:

We are pleased to present you with the Annual Report for the PCS Commodity Strategy Fund (the “Fund”) covering the activities of the Fund from September 1, 2017, through August 31, 2018. Commodities continued to advance during this period; the Fund’s Class I Share’s total return was 9.22%¹, compared with 0.51% for the (benchmark) Bloomberg Commodity Total Return Index², and 19.66% for the S&P 500 Total Return Index³.

In adopting the Rogers International Commodity Index[®] (the “RICI[®]”) methodology for obtaining exposure to the commodity futures asset class, the Fund invests in 38 commodity futures contracts across three principal sectors: agriculture, energy, and metals. At the Rogers International Commodity Index Committee meeting in November 2017, the decision was made to make some small adjustments to the index constituent weightings. An additional wheat contract, the Hard Red Spring Wheat contract traded on the Minneapolis Grain Exchange, was added to the index with a 1% weighting. As a result, the relative weightings of the 3 remaining wheat contracts (CBOT, KCBT, and Milling) were slightly modified, with the total overall wheat exposure unchanged. Natural gas exposure was also adjusted from 5% to 6%, reflecting the increasing importance of natural gas in the energy-use mix globally. WTI crude oil exposure was reduced by 1%, leaving the energy sector total weighting unchanged.

During the period, performance across the three commodity sectors demonstrated the following results. The RICI[®] Energy Sector experienced a dramatic increase of +40.74%, continuing the recovery that began in early 2016. The RICI[®] Metals Sector including both precious and industrial metals, declined by -10.38%, following its 2 previous positive years. The RICI[®] Agricultural Sector declined by -3.13%. The Federal Reserve Bank again raised the Fed Funds target rate 3 times during the period, to a range of 1.75%-2.00%, which had the effect of also increasing the rates at which US Treasury Bills trade. As a result, the collateral portion of the Fund, consisting exclusively of shorter-maturity U.S. Treasury obligations, government securities money market funds, and cash, now contributes more materially to the total return of the Fund. This portion of the Fund’s assets is essentially floating rate, and will be expected to benefit from future Fed Funds rate increases.

We believe that the demand-weighted commodity selection methodology of the RICI[®] has consistently demonstrated advantages over the more common volume or production weighting schemes, emphasizing as it does commodities that are actually *consumed* over those that are simply *produced*. Thus, the fund is much less prone to over-positioning in commodities that are over-produced relative to true demand. Recall also that the commodity weightings of the Fund are rebalanced back to RICI[®] index weight on a monthly basis. By continually maintaining index weights the Fund is always close to its full normal allocation. Rebalancing tends to position the Fund for subsequent recoveries in price better than adhering to static weightings that are never adjusted intra-year.

Outlook:

In our opinion, the performance for the period from September 1, 2017 through August 30, 2018 represents confirmation that the general recovery in commodities is continuing. We have observed that once recoveries in commodities prices begin, they are persistent and normally multi-year in duration. The current price action and performance of commodities exhibit the characteristics typical of a protracted trend. Across all commodity sectors overall, even after the current rally, we are still not close to cyclical highs, implying that significant upside potential remains. The recent improvement in macroeconomic factors such as GDP and unemployment should be expected to provide an additional tailwind to commodity demand.

We thank you for being a shareholder in the PCS Commodity Strategy Fund.

Sincerely,

John D. Reese
CEO of Price Asset Management, LLC

3941-NLD-10/11/2018

¹ Annual period reflects the Fund’s performance from September 1, 2017 through August 31, 2018. Return reflected above is for Class I shares; the return for Class A shares and Class C shares were 9.08% and 8.10%, respectively. Returns do not reflect the sales charges associated with each such class of shares.

² The Bloomberg Commodity Index Total Return[®] (formerly known as the Dow Jones-UBS Commodity Index Total Return[®]) is an unmanaged index composed of futures contracts on physical commodities. The Index is designed to be a highly liquid and diversified benchmark for commodities as an asset class. An investment cannot be made directly in an index.

³ The S&P 500 Total Return Index[®] is an unmanaged market-value weighted index consisting of 500 stocks chosen for market size, liquidity, sector performance and other factors. The index tracks the performance of the large cap U.S. equity market. An investment cannot be made directly in an index.

PCS Commodity Strategy Fund

PORTFOLIO REVIEW (Unaudited)

August 31, 2018

The Fund's performance figures* for the periods ended August 31, 2018, as compared to its benchmark:

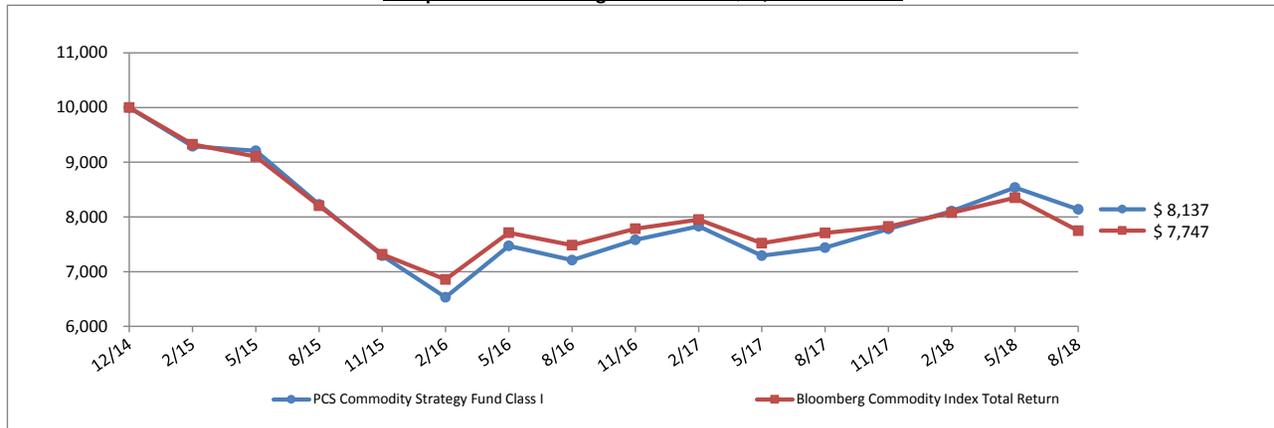
	1 Year	3 Years	Annualized Since Inception**
PCS Commodity Strategy Fund Class A	9.08%	(0.56)%	(5.59)%
PCS Commodity Strategy Fund Class A with load of 5.50%	3.09%	(2.43)%	(7.01)%
PCS Commodity Strategy Fund Class C	8.10%	(1.36)%	(6.23)%
PCS Commodity Strategy Fund Class I	9.22%	(0.38)%	(5.39)%
Bloomberg Commodity Index Total Return ***	0.51%	(1.89)%	(6.63)%

* Past performance is not predictive of future results. The investment return and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than the original cost. Total return is calculated assuming reinvestment of all dividends and distributions. Total returns would have been lower had the adviser not waived its fees and reimbursed a portion of the Fund's expenses. The Fund's total gross annual operating expenses, per its prospectus dated December 29, 2017 including underlying funds, are 2.44%, 3.19% and 2.19% for Class A, Class C and Class I, respectively. Class A shares are subject to a maximum sales load imposed on purchases of 5.50%. The chart does not reflect the deduction of taxes that a shareholder would have to pay on fund distributions or the redemption of the fund shares. For performance information current to the most recent month-end, please call 1-844-828-3242.

**Fund commenced operations on December 10, 2014.

*** The Bloomberg Commodity Index ("BCOM" or the "Index") is designed to be a highly liquid and diversified benchmark for commodities investments. The principal potential benefits of including commodities in a diversified financial portfolio include positive returns over time and low correlation with equities and fixed income. BCOM provides broad-based exposure to commodities as an asset class, since no single commodity or commodity sector dominates the Index. Rather than being driven by micro-economic events affecting one commodity market or sector, the diversified commodity exposure of BCOM potentially reduces volatility in comparison to non-diversified commodity baskets. Investors cannot invest directly in an index or benchmark.

Comparison of the Change in Value of a \$10,000 Investment



**Portfolio Composition as of
August 31, 2018 (1)**

	% of Net Assets
Short-Term Investments	98.9%
Other Assets in Excess of Liabilities	1.1%
	100.0%

(1) Does not include derivatives in which the Fund invests.

Please refer to the Portfolio of Investments in this annual report for a detailed analysis of the Fund's holdings.

PCS Commodity Strategy Fund
CONSOLIDATED PORTFOLIO OF INVESTMENTS
Augst 31, 2018

SHORT TERM INVESTMENTS - 98.9 %				
Principal	U. S. TREASURY BILLS - 95.5 %	Discount Rate **	Maturity Date	Value
\$ 4,250,000	US Treasury Bill	1.8313	9/6/2018	\$ 4,249,554
3,800,000	US Treasury Bill	1.8813	9/20/2018	3,796,356
3,000,000	US Treasury Bill	1.9113	10/11/2018	2,993,801
1,800,000	US Treasury Bill	1.9463	10/18/2018	1,795,649
4,600,000	US Treasury Bill	1.9575	10/25/2018	4,587,040
5,400,000	US Treasury Bill	1.9775	11/1/2018	5,382,535
1,300,000	US Treasury Bill	1.9988	11/8/2018	1,295,237
2,500,000	US Treasury Bill	2.0175	11/23/2018	2,488,597
6,000,000	US Treasury Bill	2.0300	11/29/2018	5,970,438
5,000,000	US Treasury Bill	2.0231	12/6/2018	4,973,783
5,500,000	US Treasury Bill	2.0738	1/10/2019	5,458,176
1,500,000	US Treasury Bill	2.1325	1/24/2019	1,487,146
3,000,000	US Treasury Bill	2.1563	1/31/2019	2,972,901
2,500,000	US Treasury Bill	2.1713	2/14/2019	2,475,126
5,250,000	US Treasury Bill	2.1738	2/21/2019	5,195,396
4,500,000	US Treasury Bill	2.2088	2/28/2019	4,450,993
3,000,000	US Treasury Bill	2.2138	5/23/2019	2,950,138
410,000	US Treasury Bill	2.2525	6/20/2019	402,393
				62,925,259
	MONEY MARKET FUND - 3.4 %			
2,232,749	Fidelity Treasury Portfolio - Institutional Class, 1.83% *+			2,232,749
	TOTAL SHORT-TERM INVESTMENTS (Cost - \$65,161,681)			65,158,008
	TOTAL INVESTMENTS - 98.9 % (Cost - \$65,161,681)			\$ 65,158,008
	OTHER ASSETS LESS LIABILITIES - 1.1 % (a)			722,817
	NET ASSETS - 100.00 %			\$ 65,880,825

* Money market fund; interest rate reflects the seven-day effective yield on August 31, 2018.

** Discount rate at the time of purchase.

+ All or a portion of this security is a holding in PCS Fund Limited.

OPEN FUTURES CONTRACTS LONG ^ - (2.1) %				Unrealized
Contracts	Description	Expiration Date	Notional Amount	Appreciation/ (Depreciation)
8	British Pound Future	September 2018	\$ 648,200	\$ (22,025)
74	Brent Crude Future	December 2018	5,727,600	(15,540)
38	Brent Crude Future	November 2018	2,950,320	182,410
30	Cocoa Future	December 2018	658,194	20,964
84	Coffee Robusta Future	November 2018	1,260,840	(113,450)
173	Corn Future	December 2018	3,157,250	(141,975)
66	Cotton No. 2 Future	December 2018	2,713,260	(252,485)
14	Euro Future	September 2018	2,031,575	(26,238)
17	Frozen Concentrated Orange Juice	November 2018	393,848	(35,738)
16	Gasoline RBOB Future	November 2018	1,329,149	(3,830)
8	Gasoline RBOB Future	October 2018	670,992	21,979
27	Gold 100oz Future	December 2018	3,258,090	(141,740)
6	Japanese Yen Future	September 2018	676,275	(8,838)
24	KC HRW Wheat Future	December 2018	663,900	(35,463)
21	Lean Hogs Future	December 2018	448,560	3,100

PCS Commodity Strategy Fund
CONSOLIDATED PORTFOLIO OF INVESTMENTS (Continued)
Augst 31, 2018

OPEN FUTURES CONTRACTS LONG (Continued) ^ - (2.1) %				Unrealized Appreciation/ (Depreciation)
Contracts	Description	Expiration Date	Notional Amount	
11	Lean Hogs Future	October 2018	\$ 221,870	\$ (18,040)
19	Live Cattle Future	December 2018	858,610	(1,300)
10	Live Cattle Future	October 2018	435,100	(3,660)
11	LME Copper Future	November 2018	1,643,538	(13,794)
6	LME Copper Future	October 2018	896,288	(27,815)
17	LME Lead Future	November 2018	882,938	1,144
8	LME Lead Future	October 2018	414,800	(10,188)
5	LME Nickel Future	November 2018	383,700	(8,769)
3	LME Nickel Future	October 2018	229,518	(17,544)
33	LME PRI Aluminum Future	November 2018	1,753,125	(3,206)
17	LME PRI Aluminum Future	October 2018	900,256	28,475
5	LME Tin Future	November 2018	475,125	(2,095)
2	LME Tin Future	October 2018	190,400	(4,260)
14	LME Zinc Future	November 2018	860,475	(2,013)
7	LME Zinc Future	October 2018	430,763	(13,725)
8	Low Sulfur Gasoil Future	November 2018	551,800	900
4	Low Sulfur Gasoil Future	October 2018	276,800	19,400
15	Lumber Future	November 2018	679,470	(14,773)
1	Milk Future	October 2018	33,420	220
1	Milk Future	September 2018	33,040	1,780
112	Mill Wheat Future	December 2018	1,338,957	(1,300)
91	Natural Gas Future	November 2018	2,674,490	17,480
48	Natural Gas Future	October 2018	1,399,680	59,290
4	NY Harbour ULSD Future	October 2018	376,841	23,369
9	NY Harbour ULSD Future	November 2018	848,988	(1,949)
27	Oat Future	December 2018	340,875	7,750
2	Palladium Future	December 2018	193,980	11,150
10	Platinum Future	October 2018	393,550	(46,995)
20	Platinum Future	January 2019	790,400	(2,150)
30	Rapeseed Future	November 2018	654,469	15,171
22	Red Wheat Future	December 2018	658,625	(25,213)
22	Rough Rice Future	November 2018	476,520	(43,280)
57	Rubber Future	February 2019	446,449	-
29	Rubber Future	January 2019	225,572	3,256
35	Silver Future	December 2018	2,547,475	(177,975)
54	Soybean Future	November 2018	2,277,450	(388,638)
16	Soybean Meal Future	December 2018	491,520	(87,690)
77	Soybean Oil Future	December 2018	1,329,174	(125,520)
35	Sugar #11 Future	March 2019	447,664	1,613
18	Sugar #11 Future	October 2018	213,696	(23,419)
67	Wheat Future	December 2018	1,827,425	(88,163)
27	White Sugar Future	December 2018	436,590	1,060
14	White Sugar Future	October 2018	228,130	(2,065)
95	WTI Crude Future	November 2018	6,590,150	(21,120)
49	WTI Crude Future	October 2018	3,420,200	156,200
				<u>\$ (1,397,270)</u>

^ All of these securities are holdings in PCS Fund Limited. (See Note 2)

PCS Commodity Strategy Fund
CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES
August 31, 2018

ASSETS

Investment securities:	
At cost	\$ 65,161,681
At value	<u>65,158,008</u>
Deposits with Broker	2,188,135
Receivable for fund shares sold	16,112
Dividends and interest receivable	3,548
Prepaid expenses and other assets	<u>34,169</u>
TOTAL ASSETS	<u>67,399,972</u>

LIABILITIES

Payable for fund shares redeemed	26,520
Management fees payable	36,262
Unrealized Depreciation on open Futures Contracts	1,397,270
Distribution (12b-1) fees payable	6,366
Payable to Related Parties	13,683
Accrued expenses and other liabilities	<u>39,046</u>
TOTAL LIABILITIES	<u>1,519,147</u>

NET ASSETS

\$ 65,880,825

Net Assets Consist Of:

Paid in capital	\$ 64,727,137
Accumulated net investment loss	(183,386)
Accumulated net realized gain from security transactions and future contracts	2,736,801
Net unrealized depreciation on investments, future contracts, and foreign exchange translations	<u>(1,399,727)</u>

NET ASSETS

\$ 65,880,825

Class A Shares:

Net Assets	\$ 16,872,737
Shares of beneficial interest outstanding [\$0 par value, unlimited shares authorized]	<u>2,094,665</u>
Net asset value and redemption price per share (Net assets/Shares of Beneficial Interest)*	<u>\$ 8.06</u>
Maximum offering price per share (maximum sales charge of 5.5%)	<u>\$ 8.53</u>

Class C Shares:

Net Assets	\$ 3,179,216
Shares of beneficial interest outstanding [\$0 par value, unlimited shares authorized]	<u>403,830</u>
Net asset value, offering and redemption price per share (Net assets/Shares of Beneficial Interest)*	<u>\$ 7.87</u>

Class I Shares:

Net Assets	\$ 45,828,872
Shares of beneficial interest outstanding [\$0 par value, unlimited shares authorized]	<u>5,648,367</u>
Net asset value, offering and redemption price per share (Net assets/Shares of Beneficial Interest)*	<u>\$ 8.11</u>

* The Fund charges a redemption fee of 1% on redemptions of shares held for less than 30 days.

PCS Commodity Strategy Fund
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended August 31, 2018

INVESTMENT INCOME	
Interest	\$ 637,900
TOTAL INVESTMENT INCOME	637,900
 EXPENSES	
Investment advisory fees	353,740
Distribution (12b-1) fees	
Class A	43,424
Class C	26,974
Transfer agent fees	64,628
Registration fees	41,791
Administrative services fees	48,825
Legal fees	37,453
Shareholder servicing fee	35,200
Accounting services fees	29,631
Chief Compliance Officer Fees	27,018
Audit and tax fees	22,776
Printing and postage expenses	26,754
Trustee Fees	20,616
Custodian fees	7,868
Insurance expense	4,016
Miscellaneous expenses	3,789
TOTAL EXPENSES	794,503
Fees waived by the Advisor	(230,741)
NET EXPENSES	563,762
 NET INVESTMENT INCOME	 74,138
 REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS, FUTURE CONTRACTS AND FOREIGN CURRENCY TRANSLATIONS	
Net Realized Gain (Loss) from:	
Investments	(59)
Foreign Currency Translations	113,467
Future Contracts	3,725,217
Net Realized Gain from:	3,838,625
Net Change in Unrealized Appreciation (Depreciation) on:	
Investments	(3,673)
Foreign Currency Translations	(67,988)
Future Contracts	(1,509,530)
Net Change in Unrealized Depreciation	(1,581,191)
 NET REALIZED AND UNREALIZED GAIN ON INVESTMENTS, FUTURE CONTRACTS AND FOREIGN CURRENCY TRANSLATIONS	 2,257,434
 NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	 \$ 2,331,572

PCS Commodity Strategy Fund
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

	For the Year Ended August 31, 2018	For the Year Ended August 31, 2017
FROM OPERATIONS		
Net investment income (loss)	\$ 74,138	\$ (194,379)
Net realized gain (loss) on investments, future contracts, and foreign currency translations	3,838,625	(12,872)
Net change in unrealized appreciation (depreciation) future contracts and foreign currency translations	(1,581,191)	454,222
Net increase in net assets resulting from operations	<u>2,331,572</u>	<u>246,971</u>
DISTRIBUTIONS TO SHAREHOLDERS		
From net investment income:		
Class A:	(21,436)	-
Class I:	(41,624)	-
Net decrease in net assets from distributions to shareholders	<u>(63,060)</u>	<u>-</u>
FROM SHARES OF BENEFICIAL INTEREST		
Class A:		
Proceeds from shares sold	10,612,010	8,059,044
Distributions reinvested	21,422	-
Payments for shares redeemed	(9,413,290)	(1,276,675)
Redemption fee proceeds	37	39
	<u>1,220,179</u>	<u>6,782,408</u>
Class C:		
Proceeds from shares sold	1,147,736	792,500
Payments for shares redeemed	(403,539)	(226,266)
Redemption fee proceeds	-	-
	<u>744,197</u>	<u>566,234</u>
Class I:		
Proceeds from shares sold	39,207,386	5,478,587
Distributions reinvested	39,597	-
Payments for shares redeemed	(3,862,098)	(2,771,257)
Redemption fee proceeds	863	354
	<u>35,385,748</u>	<u>2,707,684</u>
Net increase in net assets from shares of beneficial interest	<u>37,350,124</u>	<u>10,056,326</u>
TOTAL INCREASE IN NET ASSETS	<u>39,618,636</u>	<u>10,303,297</u>
Net Assets:		
Beginning of Year	26,262,189	15,958,892
End of Year +	<u>\$ 65,880,825</u>	<u>\$ 26,262,189</u>
+ Includes accumulated net investment loss of:	<u>\$ (183,386)</u>	<u>\$ (257,467)</u>

* Amount less than \$0.50.

PCS Commodity Strategy Fund
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (Continued)

	For the Year Ended August 31, 2018	For the Year Ended August 31, 2017
SHARE ACTIVITY		
Class A		
Shares Sold	1,320,519	1,069,295
Shares Reinvested	2,837	-
Shares Redeemed	(1,134,291)	(172,490)
Net increase in shares of beneficial interest outstanding	<u>189,065</u>	<u>896,805</u>
Class C		
Shares Sold	141,695	105,588
Shares Redeemed	(51,415)	(31,023)
Net increase in shares of beneficial interest outstanding	<u>90,280</u>	<u>74,565</u>
Class I		
Shares Sold	4,795,956	726,073
Shares Reinvested	5,217	-
Shares Redeemed	(478,101)	(373,096)
Net increase in shares of beneficial interest outstanding	<u>4,323,072</u>	<u>352,977</u>

PCS Commodity Strategy Fund - Class A
CONSOLIDATED FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout each Period Presented

	For the Year Ended August 31, 2018	For the Year Ended August 31, 2017	For the Year Ended August 31, 2016	For the Period Ended August 31, 2015 (1)
Net asset value, beginning of period	\$ 7.40	\$ 7.18	\$ 8.21	\$ 10.00
Activity from investment operations:				
Net investment income (loss) (2)	(0.00) (7)	(0.07)	(0.09)	(0.08)
Net realized and unrealized gain (loss) on investments and future contracts	0.67	0.29	(0.94)	(1.71)
Total from investment operations	0.67	0.22	(1.03)	(1.79)
Less distributions from:				
Net investment income	(0.01)	-	-	-
Total distributions	(0.01)	-	-	-
Redemption fees (7)	0.00	0.00	0.00	0.00
Net asset value, end of period	\$ 8.06	\$ 7.40	\$ 7.18	\$ 8.21
Total return (3)	9.08%	3.06%	(12.55)%	(17.90)%
Net assets, end of period (000s)	\$ 16,873	\$ 14,105	\$ 7,246	\$ 642
Ratio of expenses to average net assets:				
Before waiver/reimbursement (6)	1.93%	2.44%	3.90%	15.33% (5)
Net of waiver/reimbursement	1.35%	1.35%	1.35%	1.35% (5)
Ratio of net investment Income (loss) to average net assets	(0.01)%	(0.90)%	(1.21)%	(1.35)% (5)
Portfolio Turnover Rate (8)	0%	0%	0%	29,155% (4)

(1) Class A commenced operations December 10, 2014

(2) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the period.

(3) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any. Had the Adviser not absorbed a portion of Fund expenses, total returns would have been lower. Total returns for periods less than one year are not annualized.

(4) Not annualized.

(5) Annualized.

(6) Represents the ratio of expenses to average net assets absent fee waivers and/or expense reimbursements by the Adviser.

(7) Less than \$0.005 per share

(8) The portfolio turnover rate excludes investments whose maturities or expiration dates at the time of acquisition were one year or less. For this reason all futures contracts, money market funds and U.S Treasury Bills that were traded throughout the period are excluded from the calculation. The timing of the Funds limited amount of purchases and sales of long term securities that occurred over a 3 month period produced the resulting portfolio turnover percentage that appears inflated due to the nature of the calculation for the period ended August 31, 2015. Had the Fund's core investments been included in the calculation, the turnover calculation would have been much lower.

PCS Commodity Strategy Fund - Class C

CONSOLIDATED FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout each Period Presented

	For the Year Ended August 31, 2018	For the Year Ended August 31, 2017	For the Year Ended August 31, 2016	For the Period Ended August 31, 2015 (1)
Net asset value, beginning of period	\$ 7.28	\$ 7.12	\$ 8.20	\$ 10.00
Activity from investment operations:				
Net investment income (loss) (2)	(0.06)	(0.12)	(0.14)	(0.13)
Net realized and unrealized gain (loss) on investments and future contracts	0.65	0.28	(0.94)	(1.67)
Total from investment operations	0.59	0.16	(1.08)	(1.80)
Redemption fees (7)	0.00	0.00	0.00	0.00
Net asset value, end of period	\$ 7.87	\$ 7.28	\$ 7.12	\$ 8.20
Total return (3)	8.10%	2.11%	(13.17)%	(18.00)%
Net assets, end of period (000s)	\$ 3,179	\$ 2,282	\$ 1,701	\$ 1,111
Ratio of expenses to average net assets:				
Before waiver/reimbursement (6)	2.68%	3.19%	4.65%	16.08% (5)
Net of waiver/reimbursement	2.10%	2.10%	2.10%	2.10% (5)
Ratio of net investment income (loss) to average net assets	(0.75)%	(1.67)%	(1.99)%	(2.10)% (5)
Portfolio Turnover Rate (8)	0%	0%	0%	29,155% (4)

(1) Class C commenced operations December 10, 2014

(2) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the period.

(3) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any. Had the Adviser not absorbed a portion of Fund expenses, total returns would have been lower. Total returns for periods less than one year are not annualized.

(4) Not annualized.

(5) Annualized.

(6) Represents the ratio of expenses to average net assets absent fee waivers and/or expense reimbursements by the Adviser.

(7) Less than \$0.005 per share

(8) The portfolio turnover rate excludes investments whose maturities or expiration dates at the time of acquisition were one year or less. For this reason all futures contracts, money market funds and U.S Treasury Bills that were traded throughout the period are excluded from the calculation. The timing of the Funds limited amount of purchases and sales of long term securities that occurred over a 3 month period produced the resulting portfolio turnover percentage that appears inflated due to the nature of the calculation for the period ended August 31, 2015. Had the Fund's core investments been included in the calculation, the turnover calculation would have been much lower.

PCS Commodity Strategy Fund - Class I

CONSOLIDATED FINANCIAL HIGHLIGHTS

Per Share Data and Ratios for a Share of Beneficial Interest Outstanding Throughout each Period Presented

	For the Year Ended August 31, 2018	For the Year Ended August 31, 2017	For the Year Ended August 31, 2016	For the Period Ended August 31, 2015 (1)
Net asset value, beginning of period	\$ 7.45	\$ 7.21	\$ 8.23	\$ 10.00
Activity from investment operations:				
Net investment Income (loss) (2)	0.03	(0.05)	(0.08)	(0.07)
Net realized and unrealized gain (loss) on investments and future contracts	0.65	0.29	(0.94)	(1.70)
Total from investment operations	0.68	0.24	(1.02)	(1.77)
Less distributions from:				
Net investment income	(0.02)	-	-	-
Net realized gains	-	-	-	-
Total distributions	(0.02)	-	-	-
Redemption fees (7)	0.00	0.00	0.00	0.00
Net asset value, end of period	\$ 8.11	\$ 7.45	\$ 7.21	\$ 8.23
Total return (3)	9.22%	3.19%	(12.39)%	(17.70)%
Net assets, end of period (000s)	\$ 45,829	\$ 9,874	\$ 7,012	\$ 4,065
Ratio of expenses to average net assets:				
Before waiver/reimbursement (6)	1.56%	2.19%	3.65%	15.08% (5)
Net of waiver/reimbursement	1.10%	1.10%	1.10%	1.10% (5)
Ratio of net investment loss to average net assets	0.39%	(0.67)%	(0.99)%	(1.10)% (5)
Portfolio Turnover Rate (8)	0%	0%	0%	29,155% (4)

(1) Class I commenced operations December 10, 2014

(2) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the period.

(3) Total returns are historical in nature and assume changes in share price, reinvestment of dividends and capital gains distributions, if any. Had the Adviser not absorbed a portion of Fund expenses, total returns would have been lower. Total returns for periods less than one year are not annualized.

(4) Not annualized.

(5) Annualized.

(6) Represents the ratio of expenses to average net assets absent fee waivers and/or expense reimbursements by the Adviser.

(7) Less than \$0.005 per share

(8) The portfolio turnover rate excludes investments whose maturities or expiration dates at the time of acquisition were one year or less. For this reason all futures contracts, money market funds and U.S Treasury Bills that were traded throughout the period are excluded from the calculation. The timing of the Funds limited amount of purchases and sales of long term securities that occurred over a 3 month period produced the resulting portfolio turnover percentage that appears inflated due to the nature of the calculation for the period ended August 31, 2015. Had the Fund's core investments been included in the calculation, the turnover calculation would have been much lower.

PCS Commodity Strategy Fund

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

August 31, 2018

I. ORGANIZATION

PCS Commodity Strategy Fund (the "Fund") is a diversified series of shares of beneficial interest of Northern Lights Fund Trust II (the "Trust"), a trust organized under the laws of the State of Delaware on August 26, 2010, and is registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as an open-end management investment company. The Fund's investment objective is to seek to provide long term total return. The fund commenced operations on December 10, 2014 and currently offers Class A, Class C and Class I shares. Class A shares are offered at net asset value plus a maximum sales charge of 5.50%. Class C and Class I shares are offered at net asset value. Each class represents an interest in the same assets of the Fund and classes are identical except for differences in their ongoing service and distribution charges. All classes of shares have equal voting privileges except that each class has exclusive voting rights with respect to its service and/or distribution plans. The Fund's income, expenses (other than class specific distribution fees) and realized and unrealized gains and losses are allocated proportionately each day based upon the relative net assets of each class.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the Fund in preparation of its financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses for the period. Actual results could differ from those estimates. The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standard Codification Topic 946 "Financial Services – Investment Companies" including FASB Accounting Standard Update ASU 2013-08.

Security Valuation – Securities listed on an exchange are valued at the last reported sale price at the close of the regular trading session of the primary exchange on the business day the value is being determined, or in the case of securities listed on NASDAQ at the NASDAQ Official Closing Price ("NOCP"). In the absence of a sale such securities shall be valued at the mean between the current bid and ask prices on the day of valuation. Investments valued in currencies other than the U.S. dollar are converted to U.S. dollars using exchange rates obtained from pricing services. Short-term debt obligations having 60 days or less remaining until maturity, at time of purchase, may be valued at amortized cost. Investments in open-end investment companies are valued at net asset value. Futures and future options are valued at the final settled price or, in the absence of a settled price, at the last sale price on the day of valuation.

The Fund may hold securities, such as private investments, interests in commodity pools, other non-traded securities or temporarily illiquid securities, for which market quotations are not readily available or are determined to be unreliable. These securities will be valued using the "fair value" procedures approved by Trust's Board of Trustees (the "Board"). The Board has delegated execution of these procedures to a fair value team composed of one or more officers from each of the (i) Trust, (ii) administrator, and (iii) adviser and/or sub-adviser. The team may also enlist third party consultants such as a valuation specialist at a public accounting firm, valuation consultant or financial officer of a security issuer on an as-needed basis to assist in determining a security-specific fair value. The Board has also engaged a third party valuation firm to attend valuation meetings held by the Trust, review minutes of such meetings and report to the Board on a quarterly basis. The Board reviews and ratifies the execution of this process and the resultant fair value prices at least quarterly to assure the process produces reliable results.

Fair Valuation Process - As noted above, the fair value team is composed of one or more officers from each of the (i) Trust, (ii) administrator, and (iii) adviser and/or sub-adviser. The applicable investments are valued collectively via inputs from each of these groups. For example, fair value determinations are required for the following securities: (i) securities for which market quotations are insufficient or not readily available on a particular business day (including securities for which there is a short and temporary lapse in the provision of a

PCS Commodity Strategy Fund

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

August 31, 2018 (Continued)

price by the regular pricing source), (ii) securities for which, in the judgment of the adviser or sub-adviser, the prices or values available do not represent the fair value of the instrument. Factors which may cause the adviser or sub-adviser to make such a judgment include, but are not limited to, the following: only a bid price or an asked price is available; the spread between bid and asked prices is substantial; the frequency of sales; the thinness of the market; the size of reported trades; and actions of the securities markets, such as the suspension or limitation of trading; (iii) securities determined to be illiquid; (iv) securities with respect to which an event that will affect the value thereof has occurred (a “significant event”) since the closing prices were established on the principal exchange on which they are traded, but prior to a Fund’s calculation of its net asset value. Specifically, interests in commodity pools or managed futures pools are valued on a daily basis by reference to the closing market prices of each futures contract or other asset held by a pool, as adjusted for pool expenses. Restricted or illiquid securities, such as private placements or non-traded securities are valued via inputs from the adviser or sub-adviser based upon the current bid for the security from two or more independent dealers or other parties reasonably familiar with the facts and circumstances of the security (who should take into consideration all relevant factors as may be appropriate under the circumstances). If the adviser or sub-adviser is unable to obtain a current bid from such independent dealers or other independent parties, the fair value team shall determine the fair value of such security using the following factors: (i) the type of security; (ii) the cost at date of purchase; (iii) the size and nature of the Fund’s holdings; (iv) the discount from market value of unrestricted securities of the same class at the time of purchase and subsequent thereto; (v) information as to any transactions or offers with respect to the security; (vi) the nature and duration of restrictions on disposition of the security and the existence of any registration rights; (vii) how the yield of the security compares to similar securities of companies of similar or equal creditworthiness; (viii) the level of recent trades of similar or comparable securities; (ix) the liquidity characteristics of the security; (x) current market conditions; and (xi) the market value of any securities into which the security is convertible or exchangeable.

The Fund utilizes various methods to measure the fair value of its investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of input are:

Level 1 – Unadjusted quoted prices in active markets for identical assets and liabilities that the Fund has the ability to access.

Level 2 – Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument in an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available; representing the Fund’s own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

PCS Commodity Strategy Fund
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
August 31, 2018 (Continued)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following tables summarize the inputs used as of August 31, 2018 for the Fund's assets and liabilities measured at fair value:

Assets	Level 1	Level 2	Level 3	Total
Investments:				
U.S. Treasury Bills	\$ -	\$ 62,925,359	\$ -	\$ 62,925,359
Money Market Fund	2,232,749	-	-	2,232,749
Total Assets:	\$ 2,232,749	\$ 62,925,359	\$ -	\$ 65,158,108
Liabilities				
Derivatives:				
Futures	\$ 1,397,270	\$ -	\$ -	\$ 1,397,270
Total Liabilities:	\$ 1,397,270	\$ -	\$ -	\$ 1,397,270

There were no transfers into or out of Level 1, Level 2, and Level 3 during the current period presented.

It is the Fund's policy to record transfers into and out of any Level at the end of the reporting period.

The Fund did not hold any Level 3 securities during the period.

Futures Contracts – The Fund is subject to equity price risk and foreign currency exchange rate risk in the normal course of pursuing its investment objectives. The Fund may purchase or sell futures contracts to gain exposure to, or hedge against, changes in the value of equities, interest rates or foreign currencies or commodities. Initial margin deposits required upon entering into futures contracts are satisfied by the segregation of specific securities or cash as collateral for the account of the broker (the Fund's agent in acquiring the futures position). During the period the futures contracts are open, changes in the value of the contracts are recognized as unrealized gains or losses by "marking to market" on a daily basis to reflect the market value of the contracts at the end of each day's trading. Variation margin payments are received or made depending upon whether unrealized gains or losses are incurred. When the contracts are closed, the Fund recognizes a realized gain or loss equal to the difference between the proceeds from, or cost of, the closing transaction and the Fund's basis in the contract. If the Fund were unable to liquidate a futures contract and/or enter into an offsetting closing transaction, the Fund would continue to be subject to market risk with respect to the value of the contracts and continue to be required to maintain the margin deposits on the futures contracts. Amounts reflected as deposits with brokers in the Consolidated Statement of Assets and Liabilities include restricted balances held with the broker as collateral. The Fund segregates liquid securities having a value at least equal to the amount of the current obligation under any open futures contract. Risks may exceed amounts recognized in the Consolidated Statement of Assets and Liabilities. With futures, there is minimal counterparty credit risk to the Fund since futures are exchange traded and the exchange's clearinghouse, as counterparty to all exchange traded futures, guarantees the futures against default.

PCS Commodity Strategy Fund
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
August 31, 2018 (Continued)

Disclosures About Offsetting Assets and Liabilities - The following table presents the Fund's asset and liability derivatives available for offset under a master netting arrangement net of collateral pledged as of August 31, 2018:

Description	Gross Amounts of Recognized Assets	Gross Amounts Offset in the Consolidated Statement of Assets & Liabilities	Net Amounts of Liabilities Presented in the Consolidated Statement of Assets & Liabilities	Gross Amounts Not Offset in the Consolidated Statement of Assets & Liabilities		Net Amount
				Financial Instruments	Cash Collateral Pledged (1)	
Futures Contracts	\$ 576,711	\$ (1,973,981)	\$ (1,397,270)	\$ -	\$ 1,397,270	\$ -

(1) The amount is limited to the net unrealized depreciation on futures contracts balance, and accordingly, does not include excess collateral pledged. Cash collateral is included in deposits with broker on the Consolidated Statement of Assets and Liabilities.

Derivatives Disclosure – Fair Values of Derivative Instruments in the Fund as of August 31, 2018:

Contract Type/ Primary Risk Exposure	Liability Derivatives		Fair Value
	Statement of Assets and Liabilities Location		
Commodity contracts:			
Futures	Liabilities - Unrealized Depreciation		(1,397,270)
	Futures Unrealized Depreciation, Net		<u>\$ (1,397,270) *</u>

* Represents cumulative appreciation/(depreciation) on open futures contracts as reported in the Consolidated Portfolio of Investments.

The effect of Derivative Instruments on the Consolidated Statement of Operations for the year ended August 31, 2018:

Contract Type/ Primary Risk Exposure	Location of Gain or (Loss) On Derivatives	Realized Gain on Derivatives	Change in Unrealized Depreciation on Derivatives
Commodity Future contracts	Net realized gain from futures contracts	\$ 3,725,217	
	Net change in unrealized depreciation from futures contracts		\$ (1,509,530)
Total		<u>\$ 3,725,217</u>	<u>\$ (1,509,530)</u>

The notional value of the derivative instruments outstanding as of August 31, 2018 as disclosed in the Consolidated Portfolio of Investments and the amounts realized and changes in unrealized gains and losses on derivative instruments during the period as disclosed above and within the Consolidated Statement of Operations serve as indicators of the volume of derivative activity for the Fund.

Foreign Currency – The accounting records of the Fund are maintained in U.S. dollars. Investment securities and other assets and liabilities denominated in a foreign currency, and income receipts and expense payments are translated into U.S. dollars using the prevailing exchange rate at the London market close. Purchases and sales of

PCS Commodity Strategy Fund

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

August 31, 2018 (Continued)

securities are translated into U.S. dollars at the contractual currency rates established at the approximate time of the trade. Net realized gains and losses on foreign currency transactions represent net gains and losses from currency realized between the trade and settlement dates on securities transactions and the difference between income accrued versus income received. The effects of changes in foreign currency exchange rates on investments in securities are included with the net realized and unrealized gain or loss on investment securities.

Security transactions and related income – Security transactions are accounted for on trade date. Interest income is recognized on an accrual basis. Discounts are accreted and premiums are amortized on securities purchased over the lives of the respective securities. Dividend income is recorded on the ex-dividend date. Realized gains or losses from sales of securities are determined by comparing the identified cost of the security lot sold with the net sales proceeds. Withholding taxes on foreign dividends have been provided for in accordance with the Fund’s understanding of the applicable country’s tax rules and rates.

Consolidation of Subsidiary – PCS Fund Limited (PCSFL) – In order to achieve its investment objectives, the Fund invests up to 25% of its total assets (measured at the time of purchase) in a wholly-owned subsidiary, PCSFL, incorporated under the laws of the Cayman Islands. PCSFL acts as an investment vehicle in order to enter into certain investments for the Fund consistent with its investment objectives and policies specified in the Fund’s Prospectus and Statement of Additional Information. The consolidated financial statements of the Fund include the investment activity and financial statements of PCSFL. All intercompany balances and transactions have been eliminated in consolidation.

For tax purposes, PCSFL is an exempted Cayman investment company. PCSFL has received an undertaking from the government of the Cayman Islands exempting it from all local income, profits and capital gains taxes. No such taxes are levied in the Cayman Islands at the present time. For U.S. income tax purposes, PCSFL is a Controlled Foreign Corporation which generates and is allocated no income which is considered effectively connected with U.S. trade or business and as such is not subject to U.S. income tax. However, as a wholly-owned Controlled Foreign Corporation, PCSFL’s net income and capital gain, to the extent of its earnings and profits, will be included each year in the Fund’s investment company taxable income.

PCSFL will utilize commodity futures, options on futures, swap contracts and structured notes to facilitate the Fund’s pursuit of its investment objective. In accordance with its investment objective and through its exposure to the aforementioned commodity based products, PCSFL may have increased or decreased exposure to one or more of the risk factors defined in the Principal Investment Risks section of the Fund’s prospectus.

A summary of the Fund’s investment in the PCSFL is as follows:

	Inception Date of CFC	CFC Total Net Assets at August 31, 2018	% Of Fund Total Net Assets at August 31, 2018
PCS Fund Limited	12/10/2014	\$ 6,226,606	9.45%

Dividends and distributions to shareholders – Dividends from net investment income, if any, are declared and paid at least annually. Distributable net realized capital gains, if any, are declared and distributed annually.

Dividends from net investment income and distributions from net realized gains are determined in accordance with federal income tax regulations, which may differ from GAAP. These “book/tax” differences are considered either temporary (e.g., deferred losses, capital loss carryforwards) or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the composition of net assets based on their federal tax-basis treatment; temporary differences do not require reclassification. Any such reclassifications will have no effect on net assets, results of operations, or net asset values per share of the Fund.

PCS Commodity Strategy Fund

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

August 31, 2018 (Continued)

Federal Income Taxes – The Fund intends to qualify as a “regulated investment company” under Subchapter M of the Internal Revenue Code of 1986, as amended, and, if so qualified, will not be liable for federal income taxes to the extent all earnings are distributed to shareholders on a timely basis. Therefore, no federal income tax provision has been recorded.

The Fund recognizes the tax benefits of uncertain tax positions only where the position is “more likely than not” to be sustained assuming examination by tax authorities. Management has analyzed the Fund’s tax positions, and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for the open tax years 2016-2017, or expected to be taken in the Fund’s 2018 tax returns. The Fund identifies its major tax jurisdictions as U.S. Federal, Nebraska and foreign jurisdictions where the Fund makes significant investments; however, the Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

Expenses – Expenses of the Trust that are directly identifiable to a specific Fund are charged to that Fund. Expenses, which are not readily identifiable to a specific Fund, are allocated in such a manner as deemed equitable, taking into consideration the nature and type of expense and the relative sizes of the funds in the Trust.

Indemnification – The Trust indemnifies its officers and trustees for certain liabilities that may arise from the performance of their duties to the Trust. Additionally, in the normal course of business, the Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnities. The Fund’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the risk of loss due to these warranties and indemnities appears to be remote.

3. INVESTMENT TRANSACTIONS

For the year ended August 31, 2018, cost of purchases and proceeds from sales of portfolio securities, other than short-term investments and U.S. Government securities, amounted to \$0 and \$0, respectively.

4. INVESTMENT ADVISORY AGREEMENT AND TRANSACTIONS WITH RELATED PARTIES

Price Asset Management, LLC, (the “Advisor”) serves as the Fund’s investment advisor. Pursuant to an Advisory Agreement with the Trust, on behalf of the Fund, the Advisor, under the supervision of the Board, oversees the daily operations of the Fund and supervises the performance of administrative and professional services provided by others. As compensation for its services and the related expenses borne by the Advisor, the Fund pays the Advisor a management fee, computed and accrued daily and paid monthly, at an annual rate of 0.79% of the Fund’s average daily net assets. For the year ended August 31, 2018, the Fund incurred \$353,740 in investment advisory fees.

Pursuant to a written contract (the “Waiver Agreement”), the Advisor has agreed, at least until December 31, 2018 to waive a portion of its advisory fee and has agreed to reimburse the Fund for other expenses to the extent necessary so that total expenses incurred(excluding any front-end or contingent deferred loads, brokerage fees and commissions, acquired fund fees and expenses, borrowing costs (such as interest and dividend expense on securities sold short), taxes and extraordinary expenses such as litigation) do not exceed 1.35%, 2.10% and 1.10% for Class A, Class C and Class I shares, respectively, with respect to the average daily net assets for each share class. These amounts will herein be referred to as the “expense limitations.”

If the Advisor waives any fee or reimburses any expenses pursuant to the Waiver Agreement, and the Fund’s operating expenses are subsequently lower than their respective expense limitation, the Advisor shall be entitled to reimbursement by the Fund provided that such reimbursement does not cause the Fund’s operating expense to exceed the respective expense limitation. If any Fund’s operating expenses subsequently exceed the respective

PCS Commodity Strategy Fund
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
August 31, 2018 (Continued)

expense limitation, the reimbursements for the Fund shall be suspended. For the year ended August 31, 2018, the Advisor waived fees and reimbursed expenses of \$230,741. Pursuant to the Waiver Agreement, cumulative expenses subject to recapture were \$709,042 and the amounts will expire as follows on August 31, 2019 - \$238,541, August 31, 2020 - \$239,760, and August 31, 2021 - \$230,741.

Distributor- The Board has adopted the Trust’s Master Distribution and Shareholder Service Plan (the “Plan”) pursuant to Rule 12b-1 under the 1940 Act. The Plan provides that a monthly service and/or distribution fee is calculated at an annual rate of 0.25% and 1.00% of the average daily net assets for Class A shares and Class C shares, respectively, and is paid to Northern Lights Distributors, LLC (the “Distributor”) to provide compensation for ongoing shareholder servicing and distribution-related activities or services and/or maintenance of the Fund’s shareholder accounts not otherwise required to be provided by the Advisor. For the year ended August 31, 2018, pursuant to the Plan, Class A shares and Class C shares paid \$43,424 and \$26,974 respectively.

The Distributor acts as the Fund’s principal underwriter in a continuous public offering of the Fund’s shares. For the year ended August 31, 2018, the Distributor received \$45,916 in underwriting commissions for sales of Class A shares and Class C shares, of which \$4,068 was retained by the principal underwriter or other affiliated broker-dealers.

In addition, certain affiliates of the distributor provide services to the Fund as follows:

Gemini Fund Services, LLC (“GFS”) – GFS, an affiliate of the Distributor, provides administration, fund accounting, and transfer agent services to the Trust. Pursuant to separate servicing agreements with GFS, the Fund pays GFS customary fees for providing administration, fund accounting and transfer agency services to the Fund. Certain officers of the trust are also officers of GFS, and are not paid any fees directly by the Fund for servicing in such capacities.

Northern Lights Compliance Services, LLC (“NLCS”) - NLCS, an affiliate of GFS and the Distributor, provides a Chief Compliance Officer to the Trust, as well as related compliance services, pursuant to a consulting agreement between NLCS and the Trust. Under the terms of such agreement, NLCS receives customary fees from the Fund.

Blu Giant, LLC (“Blu Giant”) – Blu Giant, an affiliate of GFS and the Distributor, provides EDGAR conversion and filing services as well as print management services for the Fund on an ad-hoc basis. For the provision of these services, Blu Giant receives customary fees from the Fund.

5. REDEMPTION FEES

The Fund may assess a short-term redemption fee of 1.00% of the total redemption amount if shareholders sell their shares after holding them for less than 30 days or if shares are redeemed for failure to maintain the Fund’s minimum account balance requirement. The redemption fee is paid directly to the Fund. For the year ended August 31, 2018, the Fund assessed \$37, \$0, and \$863 in redemption fees for Class A, Class C, and Class I shares, respectively.

6. AGGREGATE UNREALIZED APPRECIATION AND DEPRECIATION – TAX BASIS

Cost for Federal Tax purposes	\$ 65,161,681
Unrealized Appreciation	577,767
Unrealized Depreciation	(638,105)
Tax net Unrealized Depreciation	<u>\$ (60,338)</u>

PCS Commodity Strategy Fund
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
August 31, 2018 (Continued)

7. DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS OF CAPITAL

The tax character of fund distributions paid for the year ended August 31, 2018 was as follows:

	Fiscal Year Ended August 31, 2018
Ordinary Income	\$ 63,060
Long-Term Capital Gain	-
Return of Capital	-
	\$ 63,060

There were no fund distributions for the year ended August 31, 2017.

As of August 31, 2018, the components of accumulated earnings/(deficit) on a tax basis were as follows:

Undistributed Ordinary Income	Undistributed Long-Term Gains	Post October Loss and Late Year Loss	Capital Loss Carry Forwards	Other Book/Tax Differences	Unrealized Appreciation/ (Depreciation)	Total Accumulated Earnings/(Deficits)
\$ 2,551,650	\$ -	\$ (59)	\$ (8,583)	\$(1,330,198)	\$ (59,122)	\$ 1,153,688

The difference between book basis and tax basis unrealized depreciation, accumulated net investment income (loss) and accumulated net realized gain (loss) from security transactions are primarily attributable to adjustments for the Fund's wholly owned subsidiary. The unrealized appreciation (depreciation) in the table above includes unrealized foreign currency gains (losses) of \$1,216.

Capital losses incurred after October 31 within the fiscal year are deemed to arise on the first business day of the following fiscal year for tax purposes. The Fund incurred and elected to defer such capital losses of \$59.

At August 31, 2018, the Fund had capital loss carry forwards for federal income tax purposes available to offset future capital gains as follows:

Non-Expiring Short-Term	Non-Expiring Long-Term	Total
\$ 8,583	\$ -	\$ 8,583

Permanent book and tax differences, primarily attributable to the tax treatment of net operating losses, resulted in reclassification for the Fund for the period ended August 31, 2018 as follows:

Paid In Capital	Undistributed Net Investment Income (Loss)	Accumulated Net Realized Gains (Loss)
\$ (63,003)	\$ 63,003	\$ -

8. SUBSEQUENT EVENTS

Subsequent events after the date of the Consolidated Statement of Assets and Liabilities have been evaluated through the date the financial statements were issued. Management has determined that no events or transactions occurred requiring adjustment or disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Northern Lights Fund Trust II
and the Shareholders of PCS Commodity Strategy Fund

Opinion on the Financial Statements

We have audited the accompanying consolidated statement of assets and liabilities, including the consolidated portfolio of investments, of PCS Commodity Strategy Fund (the Fund), a Series of Northern Lights Fund Trust II, as of August 31, 2018, the related consolidated statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, including the related notes and schedules, and the financial highlights for each of the three years in the period then ended and for the period from December 10, 2014 (commencement of operations) through August 31, 2015 (collectively, the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of August 31, 2018, and the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended, and the financial highlights for each of the three years in the period then ended and for the period from December 10, 2014 (commencement of operations) through August 31, 2015, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of August 31, 2018, by correspondence with the custodians and brokers. We believe that our audits provide a reasonable basis for our opinion.

/s/ RSM US LLP

We have served as the auditor of one or more Price Asset Management, LLC advised investment companies since 2015.

Denver, Colorado
October 30, 2018

PCS Commodity Strategy Fund

EXPENSE EXAMPLES (Unaudited)

August 31, 2018

As a shareholder of the Fund you incur ongoing costs, including management fees; distribution and/or service (12b-1) fees and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period as disclosed in the table below.

Actual Expenses

The “Actual Expenses” line in the table below provides information about actual account values and actual expenses. You may use the information below, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The “Hypothetical” line in the table below provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balances or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as contingent deferred sales charges (loads), or redemption fees. Therefore, the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	Beginning Account Value 3/1/18	Ending Account Value 8/31/18	Annualized Expense Ratio	Expense Paid During Period 3/1/18-8/31/18 *
Actual				
Class A	\$1,000.00	\$ 1,003.70	1.35%	\$ 6.82
Class C	\$1,000.00	\$ 998.70	2.10%	\$ 10.58
Class I	\$1,000.00	\$ 1,003.70	1.10%	\$ 5.56
Hypothetical (5% return before expenses)	Beginning Account Value 3/1/18	Ending Account Value 8/31/18	Annualized Expense Ratio	Expense Paid During Period 3/1/18-8/31/18 *
Class A	\$1,000.00	\$ 1,018.40	1.35%	\$ 6.87
Class C	\$1,000.00	\$ 1,014.62	2.10%	\$ 10.66
Class I	\$1,000.00	\$ 1,019.66	1.10%	\$ 5.60

* Expenses are equal to the average account value over the period, multiplied by the Fund’s annualized expense ratio, multiplied by the number of days in the six month period ended August 31, 2018 (184) divided by the number of days in the fiscal year (365).

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)
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FACTORS CONSIDERED BY THE TRUSTEES IN APPROVAL OF THE RENEWAL OF THE INVESTMENT ADVISORY AGREEMENT

At a Regular meeting (the “Meeting”) of the Board of Trustees (the “Board”) of Northern Lights Fund Trust II (the “Trust”) held on January 23-24, 2018 the Board, including the disinterested Trustees (the “Independent Trustees”), considered the renewal of an Investment Advisory Agreement between the Trust, on behalf of the PCS Commodity Strategy Fund (“PCS Commodity Strategy”) and Price Asset Management, LLC (“PAM”) (the “PCS Advisory Agreement”).

Based on their evaluation of the information provided by PAM, in conjunction with PCS Commodity Strategy’s other service providers, the Board, by a unanimous vote (including a separate vote of the Independent Trustees), approved the PCS Advisory Agreement with respect to PCS Commodity Strategy.

In advance of the Meeting, the Board requested and received materials to assist them in considering the PCS Advisory Agreement. The materials provided contained information with respect to the factors enumerated below, including the PCS Advisory Agreement, a memorandum prepared by the Trust’s outside legal counsel discussing in detail the Trustees’ fiduciary obligations and the factors they should assess in considering the continuation of the PCS Advisory Agreement and comparative information relating to the advisory fee and other expenses of PCS Commodity Strategy. The materials also included due diligence materials relating to PAM (including due diligence questionnaires completed by PAM, select financial information of PAM, bibliographic information regarding PAM’s key management and investment advisory personnel, and comparative fee information relating to PCS Commodity Strategy) and other pertinent information. At the Meeting, the Independent Trustees were advised by counsel that is experienced in Investment Company Act of 1940 matters and that is independent of fund management and met with such counsel separately from fund management.

The Board then reviewed and discussed the written materials that were provided in advance of the Meeting and deliberated on the approval of the PCS Advisory Agreement. The Board relied upon the advice of independent legal counsel and their own business judgment in determining the material factors to be considered in evaluating the PCS Advisory Agreement and the weight to be given to each such factor. The conclusions reached by the Board were based on a comprehensive evaluation of all of the information provided and were not the result of any one factor. Moreover, each Trustee may have afforded different weight to the various factors in reaching his conclusions with respect to the PCS Advisory Agreement. In considering the approval of the PCS Advisory Agreement, the Board reviewed and analyzed various factors that they determined were relevant, including the factors enumerated below.

Nature, Extent and Quality of Services. The Board reviewed materials provided by PAM related to the proposed renewal of the PCS Advisory Agreement, including its ADV, a description of the manner in which investment decisions are made and executed, a review of the professional personnel performing services for PCS Commodity Strategy, including the team of individuals that primarily monitors and executes the investment process. The Board discussed the extent of the research capabilities, the quality of PAM’s compliance infrastructure and the experience of its fund management personnel. The Board also noted PAM’s experience with the tracking of the Rogers International Commodity Index and knowledge of commodities. Additionally, the Board received satisfactory responses from the representatives of PAM with respect to a series of important questions, including: whether PAM was involved in any lawsuits or pending regulatory actions; whether the management of other accounts would conflict with its management of PCS Commodity Strategy; and whether there are procedures in place to adequately allocate trades among its respective clients. The

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)(Continued)
August 31, 2018

Board reviewed the description provided on the practices for monitoring compliance with PCS Commodity Strategy's investment limitations, discussed procedures with PCS Commodity Strategy's CCO and noted that the CCO of PAM would continually review the portfolio managers' performance of their duties to ensure compliance under PAM's compliance program. The Board then reviewed the capitalization of PAM based on financial information provided by and representations made by PAM and concluded that PAM was sufficiently well-capitalized, or its principals had the ability to make additional contributions in order to meet its obligations to PCS Commodity Strategy. The Board noted PAM's vested interest in the marketing and distribution of PCS Commodity Strategy. The Board concluded that PAM had sufficient quality and depth of personnel, resources, investment methods and compliance policies and procedures essential to performing its duties under the PCS Advisory Agreement and that the nature, overall quality and extent of the management services provided by PAM to PCS Commodity Strategy were satisfactory.

Performance. The Board discussed the reports prepared by Morningstar and reviewed the performance of PCS Commodity Strategy as compared to its peer group, Morningstar category and benchmark for the one year, three year and since inception periods as of December 31, 2017 noting that PCS Commodity Strategy had modestly underperformed its peer group and Morningstar category for the one year, three year and since inception periods and that it had outperformed its benchmark for the one year period but slightly underperformed it for the three year and since inception periods. The Trustees reviewed the performance of a private fund managed by PAM using the same strategy as PCS Commodity Strategy noting that PCS Commodity Strategy had outperformed the private fund for the one year and three year periods. After further discussion, the Board concluded that the performance of PCS Commodity Strategy was acceptable.

Fees and Expenses. As to the costs of the services to be provided by PAM, the Board reviewed and discussed PCS Commodity Strategy's advisory fee and total operating expenses as compared to its peer group and Morningstar category as presented in the Morningstar Reports. The Board noted the competitive advisory fee which was lower than the median for PCS Commodity Strategy's peer group and Morningstar category. The Board also reviewed the contractual expense limitation arrangement for PCS Commodity Strategy, which stated that PAM had agreed to waive or limit its advisory fee and/or reimburse expenses at least until December 31, 2018, in order to limit net annual operating expenses, exclusive of certain fees, so as not to exceed 1.35%, 2.10%, 1.10%, 1.35% and 1.60% of the average net assets for Class A, Class C, Class I, Class N and Class R shares, respectively, and found such arrangements to be beneficial to shareholders. It was the consensus of the Board that, based on PAM's experience and expertise, and the services provided by PAM to PCS Commodity Strategy, the advisory fee charged by PAM was not unreasonable.

Profitability. The Board also considered the level of profits that could be expected to accrue to PAM with respect to PCS Commodity Strategy based on break even and profitability reports and analyses reviewed by the Board and the selected financial information of PAM provided by PAM. After review and discussion, the Board concluded that based on the services provided by PAM and the current assets of PCS Commodity Strategy, profits from PAM's relationship with PCS Commodity Strategy were not excessive.

Economies of Scale. As to the extent to which PCS Commodity Strategy will realize economies of scale as it grows, and whether the fee levels reflect these economies of scale for the benefit of investors, the Board discussed PAM's expectations for growth of PCS Commodity Strategy and concluded that any material economies of scale would not be achieved in the near term.

Conclusion. The Board relied upon the advice of counsel, and their own business judgment in determining the material factors to be considered in evaluating the PCS Advisory Agreement and the weight to be given to each such factor. Accordingly, having requested and received such information from PAM as the

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)(Continued)
August 31, 2018

Trustees believed to be reasonably necessary to evaluate the terms of the PCS Advisory Agreement, and as assisted by the advice of independent counsel, the Board, including a majority of the Independent Trustees voting separately, determined that with respect to the PCS Advisory Agreement, (a) the terms of the PCS Advisory Agreement are reasonable; (b) the advisory fee is reasonable; and (c) the PCS Advisory Agreement is in the best interests of the Fund and its shareholders. In considering the renewal of the PCS Advisory Agreement, the Board did not identify any one factor as all important, but rather considered these factors collectively and determined that approval of the renewal of the PCS Advisory Agreement was in the best interest of PCS Commodity Strategy and its shareholders. Moreover, the Board noted that each Trustee may have afforded different weight to the various factors in reaching his conclusions with respect to the PCS Advisory Agreement.

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)(Continued)
August 31, 2018

Trustees and Officers. The Trustees and the officers of the Trust are listed below with their addresses, present positions with the Trust and principal occupations over at least the last five years. Unless otherwise noted, the address of each Trustee and Officer is 17605 Wright Street, Suite 2, Omaha, NE 68130.

Independent Trustees

Name, Address and Year of Birth	Position/Term of Office*	Principal Occupation During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee***	Other Directorships held by Trustee During the Past Five Years
Thomas T. Sarkany 1946	Trustee since October 2011	President, TTS Consultants, LLC (since 2010) (financial services).	1	Director, Aquila Distributors, Trustee, Arrow ETF Trust, Trustee, Arrow Investments Trust; Trustee, Northern Lights Fund Trust IV
Anthony H. Lewis 1946	Trustee Since May 2011	Chairman and CEO of The Lewis Group USA (since 2007) (executive consulting firm).	1	Director, Member of the Compensation Committee and Member of the Risk Committee of Torotel Inc. (Magnetics, Aerospace and Defense), Trustee, Chairman of the Fair Valuation Committee and Member of the Audit Committee of the Wildermuth Endowment Strategy Fund
Keith Rhoades 1948	Trustee Since May 2011	Retired since 2008.	1	NONE
Randal D. Skalla 1962	Trustee since May 2011	President, L5 Enterprises, Inc. (since 2001) (financial services company).	1	Board member, Orizon Investment Counsel (2001 to 2017) (financial services company)

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)(Continued)
August 31, 2018

Interested Trustees and Officers

Name, Address and Year of Birth	Position/Term of Office*	Principal Occupation During the Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee***	Other Directorships held by Trustee During the Past Five Years
Brian Nielsen** 1972	Trustee Since May 2011	Trustee (since 2011) of Northern Lights Fund Trust II; Special Projects Council of NorthStar Financial Services Group, LLC (since 2018); General Counsel (from 2001 to 2014) and Secretary (from 2001 to 2018) of CLS Investments, LLC; General Counsel (from 2001 to 2014) and Secretary (from 2001 to 2018) of Orion Advisor Services, LLC; Manager (from 2012 to 2015), General Counsel and Secretary (from 2003 to 2018) of NorthStar Financial Services Group, LLC; CEO (from 2012 to 2018), General Counsel (from 2003 to 2014) and Secretary (from 2003 to 2018), Manager (from 2005 to 2018), President (from 2005 to 2013) of Northern Lights Distributors, LLC; Director, Secretary and General Counsel (from 2004 to 2018) of Constellation Trust Company; CEO (from 2015 to 2018), Manager (from 2008 to 2015), General Counsel and Secretary (from 2011 to 2018) of Northern Lights Compliance Services, LLC; General Counsel and Secretary (from 2011 to 2018) of Blu Giant, LLC; General Counsel (from 2012 to 2014) and Secretary (from 2012 to 2018) of Gemini Fund Services, LLC; Manager (from 2012 to 2018) of Arbor Point Advisors, LLC; General Counsel and Secretary (from 2013 to 2014) of Gemini Hedge Fund Services, LLC; General Counsel and Secretary (from 2013 to 2014) of Gemini Alternative Funds, LLC; Assistant Secretary (from 2011 to 2013) of Northern Lights Fund Trust; Assistant Secretary (from 2011 to 2013) of Northern Lights Variable Trust; Manager, Secretary and General Counsel of NorthStar Holdings, LLC (from 2013 to	1	Manager of Northern Lights Distributors, LLC (from 2005 to 2018); Manager of NorthStar Financial Services Group, LLC (from 2012 to 2015); Manager of Arbor Point Advisors, LLC (from 2012 to 2018); Director, Constellation Trust Company (from 2004 to 2018)

PCS Commodity Strategy Fund
SUPPLEMENTAL INFORMATION (Unaudited)(Continued)
August 31, 2018

		2015); Director, Secretary and General Counsel of NorthStar CTC Holdings, Inc. (from 2015 to 2018) and Secretary and Chief Legal Officer (from 2003 to 2018) of AdvisorOne Funds.		
Kevin E. Wolf 80 Arkay Drive Hauppauge, NY 11788 1969	President Since January 2013	President, Gemini Fund Services, LLC (since 2012).	N/A	N/A
Erik Naviloff 80 Arkay Drive Hauppauge, NY 11788 1968	Treasurer Since January 2013	Vice President of Gemini Fund Services, LLC (since 2012).	N/A	N/A
Richard Malinowski 80 Arkay Drive. Hauppauge, NY 11788 1983	Secretary since January 2018	Senior Vice President Legal Administration, Gemini Fund Services, LLC (since April 2017); Vice President and Counsel (April 2016 to 2017) and AVP and Staff Attorney (September 2012 to March 2016).	N/A	N/A
Emile R. Molineaux 80 Arkay Drive Hauppauge, NY 11788 1962	Chief Compliance Officer and Anti Money Laundering Officer Since May 2011	Senior Compliance Officer and CCO of Various clients of Northern Lights Compliance Services, LLC, (since 2011).	N/A	N/A

* The term of office for each Trustee and Officer listed above will continue indefinitely.

** Brian Nielsen is an “interested person” of the Trust as that term is defined under the 1940 Act, because of his affiliation with Gemini Fund Services, LLC, (the Trust’s Administrator, Fund Accountant, and Transfer Agent), Northern Lights Distributors, LLC (the Fund’s Distributor), Northern Lights Compliance Services, LLC (the Trust’s compliance service provider) and, Blu Giant, LLC (the Fund’s Edgar and printing service provider).

*** As of August 31, 2018 the Trust was comprised of 22 active portfolios managed by unaffiliated investment advisers. The term “Fund Complex” applies only to the Fund. The Fund does not hold itself out as related to any other series within the Trust for investment purposes, nor does it share the same investment adviser with any other series.

The Fund’s Statement of Additional Information (“SAI”) includes additional information about the Trustees and is available free of charge, upon request, by calling toll-free at 1-844-828-3242.

Privacy Policy

Rev. July 2018

FACTS	WHAT DOES NORTHERN LIGHTS FUND TRUST II ("NLFT II") DO WITH YOUR PERSONAL INFORMATION?	
Why?	Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.	
What?	<p>The types of personal information we collect and share depend on the product or service you have with us. This information can include:</p> <ul style="list-style-type: none"> <li style="display: inline-block; width: 45%;">• Social Security number <li style="display: inline-block; width: 45%;">• Account transactions <li style="display: inline-block; width: 45%;">• Employment information <li style="display: inline-block; width: 45%;">• Income <li style="display: inline-block; width: 45%;">• Account balances <li style="display: inline-block; width: 45%;">• Investment experience <p>When you are no longer our customer, we continue to share your information as described in this notice.</p>	
How?	All financial companies need to share a customer's personal information to run their everyday business - to process transactions, maintain customer accounts, and report to credit bureaus. In the section below, we list the reasons financial companies can share their customer's personal information; the reasons NLFT II chooses to share; and whether you can limit this sharing.	
Reasons we can share your personal information	Does NLFT II share?	Can you limit this sharing?
For our everyday business purposes -- such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	Yes	No
For our marketing purposes -- to offer our products and services to you	Yes	No
For joint marketing with other financial companies	Yes	No
For our affiliates' everyday business purposes -- information about your transactions and experiences	Yes	No
For our affiliates' everyday business purposes -- information about your creditworthiness	No	We don't share
For nonaffiliates to market to you	No	We don't share
Questions?	Call 1-402-493-4603	

Who we are	
Who is providing this notice?	Northern Lights Fund Trust II
What we do	
How does NLFT II protect my personal information?	To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.
How does NLFT II collect my personal information?	<p>We collect your personal information, for example, when you</p> <ul style="list-style-type: none"> • open an account • give us your income information • provide employment information • provide account information • give us your contact information <p>We also collect your personal information from others, such as credit bureaus, affiliates, or other companies.</p>
Why can't I limit all sharing?	<p>Federal law gives you the right to limit only</p> <ul style="list-style-type: none"> • sharing for affiliates' everyday business purposes—information about your creditworthiness • affiliates from using your information to market to you • sharing for nonaffiliates to market to you <p>State laws and individual companies may give you additional rights to limit sharing.</p>
Definitions	
Affiliates	<p>Companies related by common ownership or control. They can be financial and nonfinancial companies.</p> <p><i>The following companies may be considered affiliates of NLFT II:</i></p> <ul style="list-style-type: none"> • CLS Investments, LLC • NorthStar Financial Services Group, LLC • NorthStar CTC Holdings, Inc. • NorthStar Topco, LLC • NorthStar EYBA, LLC • Blu Giant, LLC • Gemini Fund Services, LLC • Gemini Alternative Funds, LLC • Gemini Hedge Fund Services, LLC • Northern Lights Compliance Services, LLC • Northern Lights Distributors, LLC • Orion Advisor Services, LLC • Constellation Trust Company • FTJ Fundchoice, LLC
Nonaffiliates	<p>Companies not related by common ownership or control. They can be financial and nonfinancial companies.</p> <ul style="list-style-type: none"> • <i>NLFT II does not share with nonaffiliates so they can market to you.</i>
Joint marketing	<p>A formal agreement between nonaffiliated financial companies that together market financial products and services to you.</p> <ul style="list-style-type: none"> • <i>Our joint marketing partners include other financial service companies.</i>

PROXY VOTING POLICY

Information regarding how the Fund voted proxies relating to portfolio securities for the most recent twelve month period ended June 30th as well as a description of the policies and procedures that the Fund uses to determine how to vote proxies is available without charge, upon request, by calling 1-844-828-3242 or by referring to the Securities and Exchange Commission's ("SEC") website at <http://www.sec.gov>.

PORTFOLIO HOLDINGS

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. Form N-Q is available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC (1-800-SEC-0330). The information on Form N-Q is available without charge, upon request, by calling 1-844-828-3242.

INVESTMENT ADVISOR

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