



03.31.2020

**FUND FACTS**

**Investment Objective:**

Seeks income and capital appreciation by investing in a broad range of income generating asset classes and strategies.

Total Net Assets \$14,998,337  
Number of Holdings 18

**TOTAL EXPENSE RATIO**

A Shares (BCGAX) 1.47%  
C Shares (BCCCX) 2.22%  
Inst'l Shares (BMGTX) 1.22%

**RISK/RETURN STATISTICS VS.  
40% MSCI WORLD / 60% BLOOMBERG  
BARCLAYS AGGREGATE INDEX**

**10-Year**

Alpha -3.63  
Beta 1.25  
R Squared 74.01  
Standard Deviation 8.05  
Sharpe Ratio 0.24  
Capture Ratio Up 91.46  
Capture Ratio Down 131.71

The composition of the fund's holdings is subject to change.

**30-DAY SEC YIELD**

A Shares (BCGAX) 5.09%  
Inst'l Shares (BMGTX) 5.67%

SEC Yield is an annualization of the fund's total net investment income per share for the 30-day period ended on the last day of the month.

**Philosophy and Process**

The strategy is based on our belief that a diversified, opportunistic approach across multiple income-generating asset classes and strategies can produce a high income portfolio with a moderate long-term risk/return profile. Expanding the opportunity set to include non-traditional investments such as insurance-linked securities and option strategies has the potential to enhance income and also lead to additional sources of alpha. The portfolio management team will make allocation decisions according to their outlook for the economy, financial markets and relative market valuation of the underlying funds. The fund uses a cost-effective blend of active and passive management to help achieve its objectives.

The fund will invest 25% to 55% of its total assets in underlying funds which invest mainly in equity securities, 45% to 75% of its total assets in underlying funds which invest mainly in fixed income securities [including investment grade and high yield ("junk") bonds and floating rate securities]. The fund will invest in underlying funds which invest in securities of U.S., international and emerging market issuers. The fund may invest in underlying funds that engage in long/short equity strategies and that invest in derivatives.

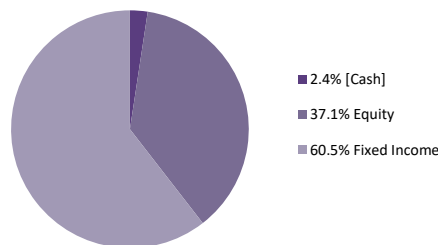
Fund Performance 03.31.2020	QTR	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
A Shares with 5.75% Charge	-26.49%	-26.49%	-22.98%	-6.93%	-3.06%	1.71%	2.75%
A Shares without Sales Charge	-22.00%	-22.00%	-18.28%	-5.09%	-1.91%	2.31%	3.03%
Institutional Shares	-21.94%	-21.94%	-18.04%	-4.85%	-1.66%	2.56%	3.29%
40% MSCI World / 60% Bloomberg Barclays Aggregate Index	-6.98%	-6.98%	1.29%	3.96%	3.57%	5.22%	5.30%
Lipper Mixed-Asset Target Allocation Conservative Median	-9.32%	-9.32%	-3.27%	1.57%	1.91%	4.09%	--

Year-End Returns	2013	2014	2015	2016	2017	2018	2019
A Shares without Sales Charge	7.45%	6.52%	-2.01%	8.49%	6.39%	-4.85%	10.64%
Institutional Shares	7.63%	6.91%	-1.74%	8.66%	6.77%	-4.64%	10.88%
40% MSCI World / 60% Bloomberg Barclays Aggregate Index	8.72%	5.63%	0.22%	4.73%	10.75%	-3.33%	16.21%

**Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month end and information on other share classes, please visit [www.sterlingcapital.com](http://www.sterlingcapital.com). Performance for periods greater than one year is annualized.**

**Performance for Class A Shares for periods prior to inception is based on the performance of Institutional Shares of the Fund. Class A Shares and Institutional Shares of the Fund would have substantially similar performance because the Shares are invested in the same portfolio of securities and the performance would differ only to the extent that the Classes have different expenses.**

**Asset Allocation**



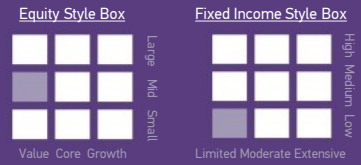
The composition of the fund's holdings is subject to change.

\*Allocations are based on the current weight to funds in the cited category. The composition of the fund's holdings is subject to change.

**Portfolio Allocation\***

Dividend Focused Equity	22.2%
Emerging Markets Debt	9.9%
Floating Rate Securities	6.2%
Insurance Linked Securities	8.6%
MLPs	4.0%
Options Strategies	8.8%
Preferred Securities	4.4%
US High Yield	18.1%
US MBS	8.4%
US Treasury	6.9%
Cash	2.4%

**Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For a prospectus or summary prospectus with this and other information about the fund, please call (888) 228-1872 or visit our website at [www.sterlingcapital.com](http://www.sterlingcapital.com). Read the prospectus carefully before investing.**



**DIVERSIFIED INCOME FUND**



**Portfolio Management**

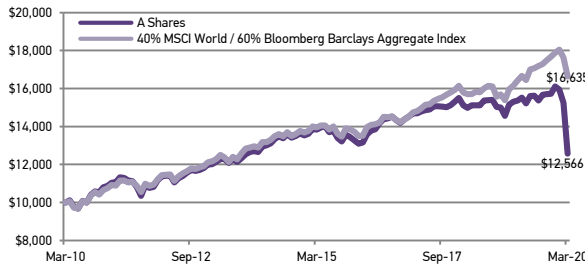
**Shane A. Burke**  
Director  
Co-Portfolio Manager

Shane joined Sterling Capital Management in 2013. He has investment experience since 2002. Shane is a graduate of the University of North Carolina at Wilmington where he received his BS in Finance. He received his MBA from San Francisco-Golden Gate University.

**Brandon Carl, CFA®**  
Director  
Co-Portfolio Manager

Brandon joined BB&T Asset Management in 2001 and Sterling Capital Management through merger in October 2010. He has investment experience since 2001. Brandon is a graduate of the University of South Carolina where he received his BS in Finance and Management. He holds the Chartered Financial Analyst® designation.

**Growth of \$10,000**



**Top Five Holdings**

1. Ashmore Emerging Markets Short Duration	9.90%
2. Madison Covered Call & Equity Income Fund	8.80%
3. Stone Ridge High Yield Reinsurance Risk	8.60%
4. Voya Securitized Credit Fund	8.40%
5. Federated Inst Hi Yld Bnd-ls	8.20%

Allocations are based on the current weight to funds in the cited category. The composition of the fund's holdings is subject to change.

The Growth of \$10,000 chart is hypothetical based upon the performance of A Shares without sales charge for the period ended 03.31.2020. It includes the reinvestment of dividends and capital gains.

**Lipper Mixed-Asset Target Allocation Conservative Category**

Based on Total Return as of 03.31.2020

	QTR	YTD	1 Year	3 Years	5 Years	10 Years
Lipper Ranking / Number of Funds in Category	323 / 325	323 / 325	315 / 317	303 / 306	261 / 267	180 / 190
Lipper Quartile (Percentile)	4th (100%)	4th (100%)	4th (100%)	4th (99%)	4th (98%)	4th (95%)

**Morningstar Allocation -- 30% - 50% Equity Category**

Based on Risk-Adjusted Returns as of 03.31.2020

	Overall Rating	1 Year	3 Years	5 Years	10 Years
Institutional Shares Morningstar Rating™	★	--	★	★	★
Morningstar Ranking / Number of Funds in Category	516	556 / 561	509 / 516	415 / 428	258 / 271
Morningstar Quartile (Percentile)		4th (98%)	4th (99%)	4th (97%)	4th (97%)

**Firm Overview**

Sterling Capital Management LLC is a registered investment adviser founded in 1970, and an independently operated subsidiary of BB&T Corporation now Truist Financial Corporation, one of the nation's largest financial services holding companies. Sterling is headquartered in Charlotte, NC with offices in Raleigh, NC; Washington, D.C.; Philadelphia, PA; San Francisco, CA; Richmond, VA; and Virginia Beach, VA. We are driven by our commitment to pursue performance excellence and provide exceptional client service. Our seasoned investment teams aim to generate long-term consistent investment performance in line with specific fund objectives. What matters most to you matters most to us.

**Investment Considerations**

The fund is primarily concentrated in underlying funds and is therefore subject to the same risks the funds are invested in and may entail higher expenses. The fund is also subject to valuation risk which is the risk the fund has valued certain securities that won't appreciate as anticipated or remain undervalued for a long period of time.

The underlying funds may be invested in equity securities including more aggressive investments that engage in short selling, options, exchange-traded funds (ETFs), Master Limited Partnerships (MLPs - affected by the natural resources sector of the economy and regulation) and real estate investment trusts (REITs - affected by economic factors related to the real estate industry). The fund's volatility may be amplified by its use of short sales and derivatives. Investments in fixed income and debt type securities are subject to credit risk, call risk, prepayment and interest rate risk so that as interest rates rise the value of bond prices will decline. Investing in high-yield debt (junk) securities involve greater risks and less liquidity than investment grade bonds.

The **Chartered Financial Analyst® (CFA)** charter is a graduate-level investment credential awarded by CFA Institute — the largest global association of investment professionals. To earn the CFA charter, candidates must: 1) pass three sequential, six-hour examinations; 2) have at least four years of qualified professional investment experience; 3) join CFA Institute as members; and 4) commit to abide by, and annually reaffirm, their adherence to the CFA Institute Code of Ethics and Standards of Professional Conduct.

Ratings and Rankings would have been lower for Class A shares due to fees and expenses.

Lipper and Morningstar rankings are based on total return, including the reinvestment of dividends and capital gains but do not include sales charges for the periods indicated. Rankings shown are for Class I Shares and may be lower for Class A Shares due to higher fees and expenses. Mutual funds are assigned a rank within a universe of funds, relative to a peer group and similar in investment objective as determined by Lipper and Morningstar. The lower the number rank, the better the fund performed compared to other funds in the classification group. Lipper and Morningstar also calculate a percentile measure for each fund ranging from 1% (best) to 100% (worst).

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

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**Technical Terms:** **Alpha**- Alpha measures performance on a risk-adjusted basis by comparing it to the benchmark index. **Beta**- Beta attempts to measure the relative risk. A Beta rating above 1.0 indicates greater volatility than the market. A Beta rating below 1.0 indicates lower volatility than the market. **R-Squared**- A statistical measure that represents what amount of a fund's movements can be explained by movements in its benchmark index. A high R-Squared (between 85 and 100) indicates the fund's performance patterns have been in line with the index. **Standard Deviation**- A statistical measurement showing how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance implies greater volatility. **Sharpe Ratio**- The measurement of a fund's excess return. This helps determine if a fund's returns are due to sound investment decisions or excess risk. The greater a fund's Sharpe ratio, the better its risk-adjusted performance has been. **Upside/Downside Capture Ratio**- The measurement of a fund's cumulative return divided by its benchmark's cumulative return during positive and negative market periods.

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