

Kinetics Multi-Disciplinary Income Fund



3Q 2017

Kinetics Asset Management LLC

- Kinetics Asset Management LLC, employee-owned SEC-registered investment adviser, established in 1996.
- With its affiliated investment advisors, manages approximately \$5.3 billion in assets as of 09/30/2017.
- Oversees investments in 8 U.S. mutual funds, separate accounts and alternative products.
- Utilizes the proprietary research capabilities of Horizon Kinetics LLC.

Portfolio Management Team

Murray Stahl

Chief Investment Officer
39 years of management experience
Co-Manager of Fund since inception (2008)

Matt Houk

Co-Portfolio Manager
12 years of management experience
Co-Manager of Fund since 2015

Class Information

Class	Ticker	Cusip	12b-1 fee
Adv. A	KMDAX	494613664	0.25%
Adv. C	KMDCX	494613656	1.00%
Inst.	KMDYX	494613649	-
No Load	KMDNX	494613672	-

Fund Characteristics

Total Net Assets	\$52.0 million
Total Number of Positions*	46
Turnover Ratio	20%
Minimum Purchase	\$2,500

*Calculated such that all securities issued by one issuer are counted as one position.

Portfolio Allocation

Fixed Income	81.3%
Other Investments	11.0%
Cash and Cash Equivalents	7.7%

Multi-Disciplinary Income Fund Overview

- ◆ Multi-strategy investment approach that opportunistically invests in income oriented securities and utilizes an equity option strategy which seeks to generate income and capital gains in excess of traditional fixed income indexes while assuming less interest rate risk or duration risk.
- ◆ Fixed income investments generally comprise limited duration securities, including investment grade and high yield bonds, and emphasize the avoidance of permanent capital losses.
- ◆ A selective equity option strategy supplements fixed income investments through the monetization of equity market volatility. The investment adviser aims to moderate incremental risks by selecting option strike prices that are below their underlying stock prices and by limiting option notional exposures.

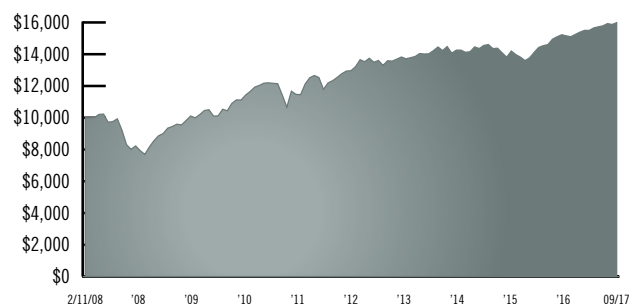
Historical Total Return (No-Load Class) as of 09/30/17

	2008*	2009	2010	2011	2012	2013	2014	2015	2016
Fund (KMDNX)	-17.76%	22.90%	13.04%	0.24%	15.38%	4.28%	2.46%	-2.17%	10.41%
Barclays U.S. Aggregate Bond Index	4.08%	5.93%	6.54%	7.84%	4.21%	-2.02%	5.97%	0.55%	2.65%
Barclays U.S. Corporate High Yield Bond Index	-27.02%	58.21%	15.12%	4.98%	15.81%	7.44%	2.45%	-4.47%	17.13%

*Cumulative return from Fund's inception to year end.

Growth of \$10,000 Returns Since Inception

\$15,985



Statistics as of 09/30/17

	Fund	Barclays Agg.
Beta	0.28	1.00
Standard Deviation	4.73	2.84
Up Market Capture Ratio	1.02	-
Down Market Capture Ratio	0.13	-
Sharpe Ratio	0.92	0.65

Recent Fund Distributions**

Distribution Date	Fund
Sep-2017	\$0.11
Jun-2017	\$0.08
Mar-2017	\$0.17
Dec-2016	\$0.11

Fixed Income Overview as of 09/30/17

Fixed Income Statistics

Average Duration (years)	3.0
Average Maturity (years)	3.6

Top 10 Fixed Income Holdings (%)

as of 09/30/17

Lamb Weston Holdings, Inc.	7.3%
Penske Automotive Group, Inc.	7.1%
Brookfield Residential Properties	6.4%
Ashland Inc.	6.1%
Icahn Enterprises	6.0%
Lennar Corporation	4.0%
TRI Pointe Holdings, Inc.	3.9%
Stolt-Nielsen Ltd	3.8%
The Howard Hughes Corporation	2.5%
Murphy Oil Corp.	2.3%



Performance (No-Load Class)

	3 Month	YTD	Annualized Returns as of 09/30/17				5 Year Standard Deviation
			1YR	3YR	5YR	Since Inception	
Multi-Disciplinary Income Fund (KMDNX)	1.26%	4.81%	4.99%	4.36%	4.59%	4.99%	4.73%
Barclays U.S. Aggregate Bond Index	0.85%	3.14%	0.07%	2.71%	2.06%	3.94%	2.84%
Barclays U.S. Corporate High Yield Bond Index	1.98%	7.00%	8.88%	5.83%	6.36%	8.59%	5.24%

The Multi-Disciplinary Income Fund No Load Class inception date is 2/11/08. Performance data quoted represents past performance and does not guarantee future results. Investment return and principal value will vary, and shares may be worth more or less at redemption than at original purchase. Call 1-800-930-3828 or visit us at www.kineticsfunds.com for the most recent fund month-end performance data. Current performance may be lower or higher than the performance data quoted. Performance data does not reflect the deduction of sales load or fee which, if reflected, would reduce the performance quoted. You will be charged a redemption fee equal to 2.00% of the net amount of the redemption if you redeem or exchange your shares less than 30 days after you purchase them.

Expense Ratios by Share Class

	Adv. A	Adv. C	No Load	Inst.
Gross	2.26%	2.76%	2.01%	1.96%
Net	1.90%	2.40%	1.65%	1.45%

Gross expense ratios listed for the No-Load Class and Institutional Class are as of 12/31/2016 as reported in the 5/1/2017 prospectus. Gross expense ratios listed for Advisor Class A and Advisor Class C are as of 12/31/2016 as reported in the 4/28/2017 prospectus.

The Fund's adviser has voluntarily agreed to waive management fees and reimburse fund expenses so that net annual fund operating expenses do not exceed certain levels, not including acquired fund fees and expenses (AFFE), through May 1, 2018 and may be discontinued at any time by the Fund's adviser after May 1, 2018.

Definitions:

Beta: A statistic that measures the volatility of the fund, as compared to the overall market. The market's beta is set at 1.00; therefore a beta higher than 1.00 is considered to be more volatile than the market, while a beta lower than 1.00 is considered to be less volatile. It is important to note that a low beta for a fund does not necessarily imply that the fund has a low level of volatility, a low beta signifies only that the fund's market-related risk is low. Beta has been calculated for the past five years. **Down Market Capture Ratio:** A statistical measure of an investment manager's overall performance in down-markets. The down-market capture ratio is used to evaluate how well or poorly an investment manager performed relative to an index during periods when that index has dropped. The down-market capture ratio has been calculated for the past five years. **Sharpe Ratio:** A statistical measure that uses standard deviation and excess return to determine reward per unit of risk. A higher Sharpe ratio implies a better historical risk-adjusted performance. The Sharpe ratio has been calculated for the past five years using the 3-month treasury bill for the risk-free rate of return. **Standard Deviation:** A statistical measure of portfolio risk used to measure variability of total return around an average, over a specified period of time. The greater the standard deviation over the period, the wider the variability or range of returns and hence, the greater the fund's volatility. The standard deviation has been calculated for the past five years. **Turnover Ratio:** A measure of how frequently assets within a fund are bought and sold by the managers represented over a one year period. **Up Market Capture Ratio:** A statistical measure of an investment manager's overall performance in up-markets. The up-market capture ratio is used to evaluate how well an investment manager performed relative to an index during periods when that index has risen. The up-market capture ratio has been calculated for the past five years.

**Distributions by the Fund are subject to change and may discontinue at any time without notice.

On April 30, 2015, the Fund changed its name from The Multi-Disciplinary Fund to The Multi-Disciplinary Income Fund.

The Growth of \$10,000 chart illustrates the performance of a hypothetical \$10,000 investment made in No Load Class shares on commencement of operations (2/11/08). It assumes reinvestment of capital gains and dividends. This chart is not intended to imply any future performance.

Holdings are expressed as a percentage of total net investments and may vary over time. Holdings are subject to change, and may not be indicative of actual market position due to the use of call and put options.

The Top Sectors displayed represent a percentage of the net assets and excludes cash equivalents and other assets in excess of liabilities. For purposes of calculating the top percentage holdings of the fund, the top 10 equity and fixed income holdings are valued at their applicable market value. Fixed Income Statistics include details on instruments held directly by the Fund and do not include securities which may be held within a portfolio owned by the Fund.

You should consider the investment objectives, risks, charges and expenses of the fund carefully before investing. For a free copy of the fund's prospectus, which contains this and other information, visit our website at www.kineticsfunds.com or call 1-800-930-3828. You should read the prospectus carefully before you invest.

The Fund is classified as diversified; however, asset allocation/diversification does not guarantee a profit or eliminate risk of loss. In addition, investing in foreign securities involves more risk than just U.S. investments, including the risk of currency fluctuations, political and economic instability and differences in financial reporting standards. There may also be heightened risks investing in non-investment grade debt securities and the use of options. There are also risks associated with investing in small and medium sized companies. Non-investment grade debt securities, i.e., junk bonds, are subject to greater credit risk, price volatility and risk of loss than investment grade securities. Options contain special risks including the imperfect correlation between the value of the option and the value of the underlying asset. Unlike other investment companies that directly acquire and manage their own portfolios of securities, the Fund pursues its investment objective by investing all of its investable assets in a corresponding portfolio series of Kinetics Portfolios Trust.

The Barclays U.S. Aggregate Bond Index is composed of the Barclays U.S. Government/Corporate Bond Index, Mortgage-Backed Securities Index, and Asset-Backed Securities Index, and includes securities that are of investment grade quality or better, have at least one year to maturity, and have an outstanding par value of at least \$100 million. The Barclays U.S. Corporate High Yield Bond Index is composed of fixed-rate, publicly issued, non-investment grade debt. Both Barclays indices are trademarks of Barclays Bank PLC. An investor cannot invest directly in an index.

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