MATRIX ADVISORS DIVIDEND FUND

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May 1, 2024

Dear Fellow Shareholder:

The Matrix Advisors Dividend Fund portfolio had a good start to the year with a return of +5.59%. This follows strong relative performance in the 2022 bear market and a nice bounce back in the 2023 rally. Though the portfolio trailed the S&P 500® and Russell 1000® Value Indexes gains in the quarter of +10.56% and +8.99% respectively, we are pleased that the strategy continued to deliver good results over time which provided high current and growing income, capital preservation and capital appreciation for the period. Looking forward, we believe the Fund can potentially add to its gains as the year progresses in the choppy environment that we think is likely.

Disclosure Note:
For your information, for the period ended March 31, 2024, the Fund's average annual total returns for the one and five year and for the periods from October 13, 2016, the inception of Matrix Asset Advisors' involvement with the Fund was +16.34%, +9.51% and +9.49%, respectively. For the same periods, the return for the S&P 500® Index was +29.88%, +15.05% and +14.87%. For the same periods, the return for the Russell 1000® Value Index was +20.24%. + 10.29% and +10.18%.

Gross Expense Ratio: 1.23%
Net Expense Ratio: 0.90%**

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800-366-6223 or by visiting www.matrixadvisorsdividendfund.com.

**The Advisor has contractually agreed to reduce fees through 10/31/24.

Investment performance reflects fee waivers in effect. In the absence of such waivers, total return would be reduced.

The Fund's Net Asset Value on 03/31/24 was $30.48.

The Fund's performance in the quarter was led by strong gains in Financials, Technology, and Utilities.

In Q1, we scaled back names that had become oversized due to appreciation or approached fair value.

We used the proceeds from these sales to add to undersized names in the portfolio with strong appreciation potential including the three utilities in the portfolio, American Electric Power, Duke Energy, and NextEra Energy.

Utilities were the worst-performing sector in 2023, which we believe has created an attractive entry point to build our positions. The three utilities we own are well managed and have records of consistently rising earnings and paying high current and growing dividends. The Fund's Utility sector exposure in the portfolio is now close to 11%, up from 4% at the end of 2022.

Looking ahead, after a long period of market leadership from growth and low-dividend stocks, we expect a rotation that should benefit the names in our Fund's portfolio.

Matrix partners and associates are among the Fund's largest shareholders and our interests are directly aligned with yours. We believe the current portfolio should be well-positioned to have good performance in the volatile market we anticipate.

Sincerely,

David A. Katz, CFA
Fund Manager

Past performance is not a guarantee of future results.

The information provided herein represents the opinion of the Matrix Advisors Dividend Fund management and is not intended to be a forecast of future events, a guarantee of future results, nor investment advice.

The S&P 500® Index is a broad-based unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general. You cannot invest directly in an index.

The Russell 1000® Value Index measures the performance of those Russell 1000® Index companies with lower price-to-book ratios and lower forecasted growth values.

Financials a section of the economy made up of firms and institutions that provide financial services to commercial and retail customers.

Information Technology businesses that sell goods and services in electronics, software, computers, artificial intelligence, and other industries related to information technology (IT).

Utilities is an industrial category of stocks, consisting of companies that provide basic everyday amenities, including natural gas, electricity, water, and power.

Communication Services includes companies that sell phone and internet services via traditional landline, broadband, or wireless. The communications sector also includes companies that create and produce movies, television shows, and other content.

Dividend Strategy investment strategy of only buying stocks that issue dividends thus creating a reoccurring income stream.

The S&P 500® Equal Weight Index (EWI) is the equal-weight version of the widely-used S&P 500. The index includes the same constituents as the capitalization weighted S&P 500, but each company in the S&P 500 EWI is allocated a fixed weight - or 0.2% of the index total at each quarterly rebalance.

Bear Market is defined as sustained periods of downward trending stock prices, often triggered by a 20% decline from near-term highs.

GDP (Gross domestic product) is a monetary measure of the market value of all the final goods and services produced and sold in a specific time period by countries. Due to its complex and subjective nature this measure is often revised before being considered a reliable indicator.

U.S. Manufacturing P.M.I. a measure of the prevailing direction of economic trends in manufacturing. The PMI is based on a monthly survey of supply chain managers across 19 industries, covering both upstream and downstream activity.

Must be preceded or accompanied by a prospectus.

Mutual fund investing involves risk. Principal loss is possible. The stock of value companies can continue to be undervalued for long periods of time and not realize its expected value. The value of the Fund may decrease in response to the activities and financial prospects of an individual company. Growth stocks typically are more volatile than value stocks; however, value stocks have a lower expected growth rate in earnings and sales. Strategies focusing on dividend-paying stocks may fall out of investor favor, which may negatively affect the performance of stocks that pay dividends. In addition, the Advisor may incorrectly judge whether a company will be able to continue paying dividends or the amount of such dividends, which may cause losses for the Fund.

Top Ten Holdings as of March 31, 2024:	
Microsoft Corporation	5.9%
J.P. Morgan Chase & Co.	4.8%
PNC Financial Services Group	4.8%
American Electric Power Inc.	4.8%
Medtronic, PLC	4.8%
U.S. Bancorp	4.7%
Bank of New York Mellon Corp.	4.6%
Cisco Systems Inc.	4.5%
Texas Instruments Inc.	4.5%
Qualcomm	4.5%

Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any security.

The Matrix Advisors Dividend Fund is distributed by Quasar Distributors, LLC.

Capital Markets Commentary and Quarterly Report: 1st Quarter 2024

Capital Markets Highlights

The U.S. stock market[1] is off to a strong start in 2024. In Q1, the S&P 500® gained 10.56%. Though the leadership groups in 2024 so far have mostly been a continuation of last year's trends, the rally has also significantly broadened, with the equally weighted S&P 500® up 7.91% and all but one of the 11 S&P 500® sectors gaining (real-estate was down modestly). The Technology sector was the most significant contributor to the market's return in Q1, with some of the best gains for companies with businesses related to artificial intelligence. Other leading market sectors in Q1 2024 were Financials, Communications Services, and Healthcare.

In Q1, stocks got no help from the bond market as interest rates rose following stronger-than-expected economic data, some mildly disappointing inflation reports, and higher energy prices. The yield on the 10-year Treasury rose during the quarter from 3.88% at year-end 2023 to 4.20% at the end of Q1 2024. Fixed income returns [2]were generally flat to modestly lower for the quarter, with interest earned mostly offsetting the price declines from higher yields.

U.S. economic growth continues to surprise on the upside. 2023 ended with a Q4 GDP growth rate of 3.2% and a 3.1% gain for the year[3]. Consensus expectations are that the U.S. economy will continue to expand in 2024 but at a slower rate. The Federal Reserve members expect GDP to be in the 2% range over the next two years.

The unemployment rate has been below 4% for more than two years, the longest stretch since the late 1960s[4] and the latest readings on consumer income and spending remain solid. U.S. manufacturing data released on April 1, 2024, showed factory output growth hitting a 22-month high in March, with an uptick in new orders and production[5]. The majority of economists now predict an economic soft landing.

The Fed left interest rates unchanged at its March meeting, keeping the Fed Fund's rate at 5.25%-5.50%, where it has been since July 2023.

Our Thoughts Going Into Q2

Looking ahead, we expect further gains for stocks in 2024 but at a slower pace than in Q1 and with pullbacks along the way. Valuations for stocks in general are fully priced with some pockets of overvaluation (primarily in mega-cap Technology and Growth stocks) but there are also many pockets of undervaluation. At current levels, stocks are more vulnerable to earnings disappointments and changes in psychology about popular concepts and individual names. There are more signs of increasing speculation in several recent IPOs with high valuations and no earnings.

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[1] All references to the stock market are the S&P 500® unless otherwise noted.
[2] This and future references to Fixed Income Sector specific returns are from J.P. Morgan Fixed Income Dynamics 1Q/2024 as of March 31, 2024
[3] Federal Reserve Press Release March 20, 2024
[4] Economic & Market Update J. P. Morgan as of March 31, 2024.
[5] S&P Global U.S. Manufacturing PMI April 1, 2024.

Big picture, we think returns from here will be choppier for the balance of the year. However, we continue to find areas of opportunity and expect more to appear as the year progresses. We have been trimming names when they become oversized due to price appreciation and will be opportunistic in adding to existing positions and new names.

We would not chase 2023's winners. We expect some of last year's laggards to provide healthy gains as they close the performance gap and the narrow rally that began in 2023 to broaden, encompassing more stocks, sectors, and asset classes.

Perhaps the most significant positive market event we look forward to is a cut in interest rates, which is expected later this year. With economic data coming in stronger than forecast, guesses about the timing of the first interest rate cut have been moving out to later in the year. After the Fed's last meeting in late March, Chair Powell said the Federal Reserve committee is waiting "until it has gained greater confidence that inflation is moving sustainably towards 2%" before they lower rates. With that caveat, the Fed's updated Fed Funds rate projections show that most members expect multiple cuts this year. While the timing is unknown, we are confident that the Fed will be lowering rates as the year progresses. That, coupled with a healthy economy and good corporate profitability, should provide a favorable environment for stocks.

Though the economy and stock market have adjusted to higher interest rates, the housing market has been in the doldrums[6]. Housing is such an important driver of economic activity that gains and declines in this area have a huge ripple effect on the rest of the economy. Lower mortgage rates should immediately boost housing activity, positively impacting the rest of the economy.

We believe that the Matrix Advisors Dividend Fund is well-positioned to navigate the current economic environment and potentially provide favorable stock market returns this year. The companies in the portfolio have solid financial positions, stable and growing businesses, and strong management teams.

This year's presidential election is expected to be very divisive and may add to market volatility. We caution against letting your political leanings or thoughts about the election influence your investment strategy. Generally, the state of the economy and the interest rate environment have much more impact on investment returns than elections[7].

<u>1st Quarter Review</u>

The Matrix Advisors Dividend Fund had a good start to the year with a return of +5.59%. This follows strong relative performance in the 2022 bear market and a nice bounce back in the 2023 rally. Though the portfolio trailed the S&P 500® and Russell 1000® Value Index gains in the quarter of +10.56% and +8.99% respectively, we are pleased that the strategy has demonstrated resilience and attractive performance since its inception which provided high current and growing income, capital preservation and capital appreciation. . We look for the Fund to add to its gains as the year progresses in the choppy environment that we think is likely.

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6 U.S. Economic, Housing and Mortgage Market Outlook Market Outlook" – FreddieMac.Com – February 26, 2024

7 Historical data shows markets have tended to rise in Presidential election years, with the S&P 500® recording positive returns in 20 of the 24 election years since 1928, or 83.3% of the time. The average return for those election years was 11.58%, according to figures from First Trust. That's well above the S&P 500® average return of 9.81% for all years since 1928. Source: Investopedia December 31, 2023. Economic and inflation trends have demonstrated a stronger relationship with market returns than election results.

The Fund's performance in the quarter was led by strong gains in Financials, Technology, and Utilities.

In Q1, we scaled back names that had become oversized due to appreciation or approached fair value. These included the pharmaceutical companies AbbVie and Amgen. We also trimmed the holdings in General Dynamics and Qualcomm after strong gains.

We used the proceeds from these sales to add to undersized names in the portfolio with strong appreciation potential, such as Starbucks and Texas Instruments. We also added to the three utilities in the portfolio, American Electric Power, Duke Energy, and NextEra Energy.

Utilities were the worst-performing sector in 2023, which we believe has created an attractive entry point to build our positions. The three utilities we own are well managed and have records of consistently rising earnings and paying high current and growing dividends. All have attractive appreciation potential. Historically, utilities have been good performers during periods of market turbulence because of their predictable growth. Adding to their investment appeal is a developing growth story as electricity demand to power new technology investment is rising much faster than generating capacity growth. At a recent industry conference, NextEra Energy CEO John Ketchum said that after years of relatively flat electric demand he expects a double digit increase over the next five years driven by AI, electrification, cloud capacity, and chip factories. The rapid increase in demand could further strain power grids which are already under pressure due to extreme weather events and the impacts of climate change[8]. The Fund's Utility sector exposure in the portfolio is now close to 11%, up from 4% at the end of 2022.

Looking ahead, after a long period of market leadership from growth and low-dividend stocks, we expect a rotation that should benefit the names in our Fund's portfolio.

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We thank you for the trust you have placed in us. Please contact us with any questions about this commentary.

[8] Bloomberg News Story, March 19,2024, NextEra's Boss Says AI Is Going To Shoot Up Our Electric Bills By 81%.