



TIMBER POINT  
CAPITAL MANAGEMENT

**Timber Point Global Allocations Fund**

Institutional Class Shares (Ticker Symbol: CGHIX)

**Timber Point Alternative Income Fund**

Institutional Class Shares (Ticker Symbol: AIIFX)

*Series of the  
360 Funds*

**ANNUAL REPORT**

**September 30, 2023**

**Investment Adviser:**

**Timber Point Capital Management, LLC**  
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*This report is authorized for distribution only to shareholders and to others who have received a copy of the Funds' prospectus.*

**IMPORTANT NOTE:** Effective January 24, 2023, the SEC adopted rule and form amendments to require open-end mutual funds and ETFs to transmit concise, visually engaging, and streamlined annual and semi-annual reports to shareholders that highlight key information. Other information, including financial statements, will no longer appear in a streamlined shareholder report but will be available online and filed semi-annually on Form N-CSR; you can also request a copy be delivered to you free of charge. The rule and form amendments have a compliance date of July 24, 2024. Prior to this compliance date and as permitted by current SEC regulations, paper copies of the Funds' shareholder reports will no longer be sent by mail unless you specifically request paper copies of the reports from the Funds or from your financial intermediary, such as a broker-dealer or bank. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report. You may elect to receive all future reports in paper free of charge. You can inform the Funds or your financial intermediary that you wish to continue receiving paper copies of your shareholder reports by calling or sending an e-mail request. Your election to receive reports in paper will apply to all funds held with the Fund complex/your financial intermediary.

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**TABLE OF CONTENTS**

<b><u>LETTER TO SHAREHOLDERS</u></b>	<b>1</b>
<b><u>INVESTMENT HIGHLIGHTS</u></b>	<b>4</b>
<b><u>SCHEDULES OF INVESTMENTS</u></b>	<b>8</b>
<b><u>STATEMENTS OF ASSETS AND LIABILITIES</u></b>	<b>13</b>
<b><u>STATEMENTS OF OPERATIONS</u></b>	<b>14</b>
<b><u>STATEMENTS OF CHANGES IN NET ASSETS</u></b>	<b>15</b>
<b><u>FINANCIAL HIGHLIGHTS</u></b>	<b>17</b>
<b><u>NOTES TO THE FINANCIAL STATEMENTS</u></b>	<b>19</b>
<b><u>REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM</u></b>	<b>30</b>
<b><u>ADDITIONAL INFORMATION</u></b>	<b>31</b>
<b><u>INFORMATION ABOUT YOUR FUNDS' EXPENSES</u></b>	<b>35</b>
<b><u>BOARD APPROVAL OF RENEWAL OF INVESTMENT ADVISORY AGREEMENTS</u></b>	<b>37</b>

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## Timber Point Capital Management, LLC

### Letter to Shareholders (Unaudited)

#### Fiscal Year End September 30, 2023

After a very difficult 2022, overall markets improved over the fiscal year ended September 30, 2023. Rising from depressed levels, equity markets showed meaningful improvement as broad economic growth and earnings remained resilient despite monetary policy and interest rate headwinds. Equity returns were bifurcated as large cap growth companies performed extraordinarily well while other equity segments lagged meaningfully. Returns in fixed income markets additionally improved but generally remained sub-par as the Federal Reserve continued its restrictive monetary policy and interest rates rose across the yield curve throughout the twelve-month period.

The **Timber Point Global Allocations Fund** (“CGHIX” or the “**Global Fund**”) and the **Timber Point Alternative Income Fund** (“AIFX” or the “**Income Fund**”) are designed as liquid alternative investment funds with the goal of providing both diversification and return benefits relative to traditional asset classes. Both funds employ an active macro-economic oriented, multi-asset investing approach as well as a risk management framework designed to provide diversification and avoid significant drawdowns and permanent impairment of capital.

Specifically, the **Global Fund** is a directional, global multi-asset strategy investing across global equities, debt, commodities, currencies, and market hedging tools. The fund seeks superior risk-adjusted returns with a targeted annualized 5-year net return of 600bps over T-Bills while maintaining moderate levels of total portfolio volatility.

The **Income Fund** is a fixed income diversification strategy which seeks higher yields and returns by allocating to non-traditional sectors of the bond market, particularly sectors where interest rate risk is not the primary source of return. The fund targets an annualized 5-year net return of 150bps over the Bloomberg Barclays Aggregate Bond Index while maintaining low levels of portfolio volatility.

#### Return Summary:

Following please find net fund returns relative to respective benchmarks during the year ended September 30, 2023:

	<u>4q 2022</u>	<u>1q 2023</u>	<u>2q 2023</u>	<u>3q 2023</u>	<u>Year end 9/30/2023</u>
<b>Strategies v Appropriate</b>					
<b>Benchmarks *</b>					
<b>CGHIX (net)</b>	<b>0.36%</b>	<b>1.60%</b>	<b>2.67%</b>	<b>(4.02)%</b>	<b>0.49%</b>
<i>S&amp;P 500® Total Return Index</i>	<i>7.56%</i>	<i>7.50%</i>	<i>8.74%</i>	<i>(3.27)%</i>	<i>21.62%</i>
<i>Bloomberg Barclays U.S. Aggregate Bond Index</i>	<i>1.87%</i>	<i>2.96%</i>	<i>(0.84)%</i>	<i>(3.23)%</i>	<i>0.64%</i>
<b>AIFX (net)</b>	<b>1.28%</b>	<b>2.87%</b>	<b>1.06%</b>	<b>(1.97)%</b>	<b>3.22%</b>
<i>Bloomberg Barclays Global Aggregate Bond Index</i>	<i>4.55%</i>	<i>3.01%</i>	<i>(1.53)%</i>	<i>(3.59)%</i>	<i>2.24%</i>
<i>HFRX Absolute Return Index</i>	<i>(0.31)%</i>	<i>(0.20)%</i>	<i>0.46%</i>	<i>1.33%</i>	<i>1.28%</i>

The **Global Fund** underperformed over the past twelve-month period as it did not fully capture the market recovery throughout the fourth quarter of 2022 and the first quarter of 2023. The Global Fund did not transition its positioning effectively as markets recovered from the lows of last year. The Global Fund maintained modest risk positioning throughout the fiscal year period. Additionally, the Global Fund was underinvested in large cap growth companies, maintaining a well-diversified approach during a period of highly concentrated returns. Unusually, over the course of this year, the largest of the large cap growth companies (AAPL, GOOG, META, MSFT, NVDA, AMZN and TSLA) have posted a weighted 50% return while the average company in the S&P 500 has posted a negative return. Defensive sectors and interest rate sensitive sectors such as consumer staples and utilities have posted sharply negative returns. In this environment, active investing whether be across asset classes, sectors or individual securities has proven to be very difficult. Over the period, the investments which contributed the most to positive performance were alternative credit investments; including the Variant Alternative Income Fund and the Blackstone Secured Lending Fund. The investments which contributed most to negative returns were interest rate sensitive investments such as the 20 year plus US Treasury ETF. Additionally, overweighting small- and mid-cap equities in lieu of large-cap stocks also was a drag to performance. Despite the recent struggles, we believe the Global Fund's strategy is well positioned to provide strong risk adjusted returns as market returns become more dispersed across multiple investment types and that opportunistic funds such as CGHIX should be an important part of an investor's asset allocation.

**CGHIX Holdings as of September 30, 2023:**

<b>Asset Class</b>	<b>Sector</b>	<b>% of Portfolio</b>
<b>Asset Allocation</b>		<b>12.2%</b>
	Asset Allocation Mutual Funds	12.2%
<b>Equity</b>		<b>48.6%</b>
	Automotive	2.6%
	Closed End Funds	1.4%
	Equity ETFs	36.0%
	Equity Mutual Funds	3.2%
	Investment Companies	0.8%
	Oil & Gas Services	1.2%
	Retail	1.3%
	Semiconductors	1.9%
	Other	0.2%
<b>Preferred</b>		<b>1.1%</b>
	Investment Companies	1.1%
<b>Fixed Income</b>		<b>21.4%</b>
	Fixed Income ETFs	21.3%
	Other	0.1%
<b>Cash</b>		<b>16.7%</b>

The **Income Fund** posted solid positive performance over the past twelve months and outperformed its performance benchmark of the Bloomberg Barclays Global Aggregate Bond Index. The Income Fund achieved its outperformance primarily by minimizing interest rate risk at the total portfolio level. Throughout the period, the Income Fund remained overweight corporate credit-oriented investments which outperformed government bonds and generic bond indices. Over the period, the investments which contributed the most to positive performance were alternative credit investments; including the Variant Alternative Income Fund and the Blackstone Secured Lending Fund. The investments which contributed most to negative returns were interest rate sensitive investments such as the 20 year plus US Treasury ETF. Importantly, the overall fund risk level remained low over the period, consistent with the strategy objectives. We believe that a strategy such as the Income Fund's strategy will remain important for investors as interest rates and bond market volatility will likely remain high and an opportunistic fund such as AIFX can continue to find opportunities for return and hedge unnecessary risks.

**AIFX Holdings as of September 30, 2023:**

Asset Class	Sector	% of Portfolio
<b>Fixed Income</b>		<b>68.8%</b>
	Closed End Funds	1.9%
	Fixed Income ETFs	66.8%
	Other	0.1%
<b>Equity</b>		<b>9.9%</b>
	Closed End Funds	1.4%
	Equity ETFs	6.6%
	Investment Companies	1.9%
<b>Preferred</b>		<b>0.1%</b>
	Investment Companies	0.1%
<b>Cash</b>		<b>21.2%</b>

Thank you for your confidence in Timber Point Capital Management, LLC and we look forward to working with you in the future.

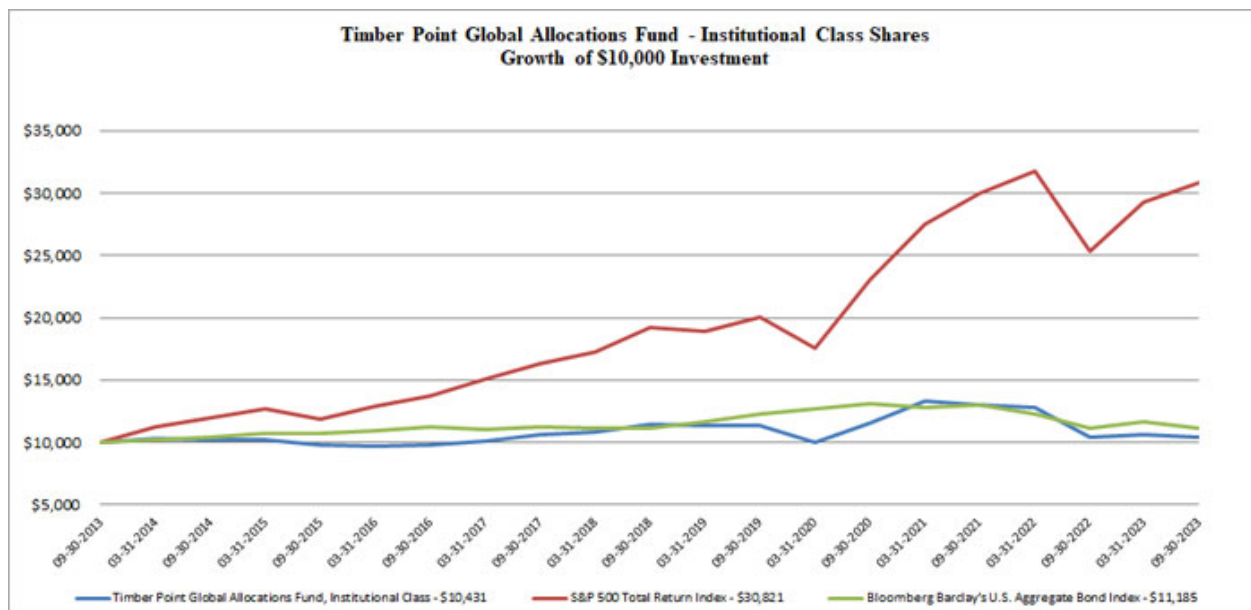
Sincerely,

David Cleary  
 President and Chief Investment Officer

\* The performance information quoted in this annual report assumes the reinvestment of all dividend and capital gain distributions, if any, and represents past performance, which is not a guarantee of future results. The returns shown do not reflect taxes that a shareholder would pay on distributions or on the redemption of shares. The investment return and principal value of an investment will fluctuate and, therefore, an investor's shares, when redeemed, may be worth more or less than their original cost. Updated performance data current to the most recent month-end can be obtained by calling 1-877-244-6235.

**INVESTMENT HIGHLIGHTS**

**Timber Point Global Allocations Fund  
September 30, 2023 (Unaudited)**



<b>Returns as of September 30, 2023</b>	<b>One year ended September 30, 2023</b>	<b>Five years ended September 30, 2023</b>	<b>Ten years ended September 30, 2023</b>
Timber Point Global Allocations Fund Institutional Class	0.49%	(1.94)%	0.42%
S&P 500® Total Return Index	21.62%	9.91%	11.91%
Bloomberg Barclays U.S. Aggregate Bond Index	0.64%	0.10%	1.13%

The performance information quoted in this annual report assumes the reinvestment of all dividend and capital gain distributions, if any, and represents past performance, which is not a guarantee of future results. The returns shown do not reflect taxes that a shareholder would pay on fund distributions or on the redemption of fund shares. The investment return and principal value of an investment will fluctuate and, therefore, an investor’s shares, when redeemed, may be worth more or less than their original cost. Updated performance data current to the most recent month-end can be obtained by calling 1-877-244-6235.

The above graphs depict the performance of the Global Fund versus the S&P 500® Total Return Index (“S&P 500”) and the Bloomberg Barclays U.S. Aggregate Bond Index (the “Barclays Index”). The S&P 500 is a broad unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general. Index returns assume reinvestment of dividends. The Barclays Index provides a measure of the performance of the U.S. investment grade bonds market, which includes investment grade U.S. Government bonds, investment grade corporate bonds, mortgage passthrough securities, and asset-backed securities that are publicly offered for sale in the United States. The securities in the Barclays Index must have at least 1 year remaining to maturity. In addition, the securities must be denominated in U.S. dollars and must be fixed-rate, nonconvertible and taxable. Investors may not invest in any index directly; unlike the Global Fund’s returns, an Index does not reflect any fees or expenses. The Global Fund will generally not invest in all the securities comprising each index.

**INVESTMENT HIGHLIGHTS****Timber Point Global Allocations Fund  
September 30, 2023 (Unaudited)**

The investment objective of the Global Fund is to seek superior risk adjusted total returns by investing across a wide variety of global assets.

The Global Fund intends to achieve its investment objective by utilizing an asset allocation strategy to invest in a global portfolio of uncorrelated assets that can include exposure, through underlying vehicles, to common stocks and other investments. The Global Fund will invest primarily in common stocks of all issuers, exchange-traded funds (“ETFs”), mutual funds, closed-end funds, and private funds such as hedge funds, private equity funds, and fund-of-funds. The Global Fund, through underlying vehicles and securities in which it invests, may invest in non-U.S. companies (including those in emerging markets). The Global Fund may also invest directly in debt securities of any maturity or credit quality, including debt securities that are convertible into common or preferred stocks and high-yield bonds (commonly referred to as “junk bonds”). High-yield bonds are securities rated at the time of purchase BB or Ba and below by credit rating agencies such as Moody’s and Standard & Poor’s. The Global Fund actively trades portfolio positions and therefore has a high portfolio turnover rate.

The Global Fund may also engage in short sales for either hedging or speculative purposes. A short sale involves the sale of a security that the Global Fund does not own in the expectation of purchasing the same security (or a security exchangeable therefor) later and at a lower price and profiting from the price decline.

Capital growth is expected to be realized from an increase in portfolio positions. Under normal conditions, the Global Fund invests issuers located in at least five different countries, including the United States. Additionally, the Global Fund will normally invest between 40% and 70% of its total assets in foreign securities, including up to 15% of its total assets in securities of issuers located in emerging markets. Securities will be chosen using a proprietary fundamental investment process.

The Adviser may enter into foreign currency exchange transactions on behalf of the Global Fund with respect to the Global Fund’s equity investments, in order to hedge against changes in the U.S. dollar value of dividend income the Global Fund expects to receive in the future and that is denominated in foreign currencies, or in the U.S. dollar value of securities held by the Global Fund denominated in foreign currencies. There is no limit on the amount of foreign currency exchange transactions that the Adviser may enter into on behalf of the Global Fund.

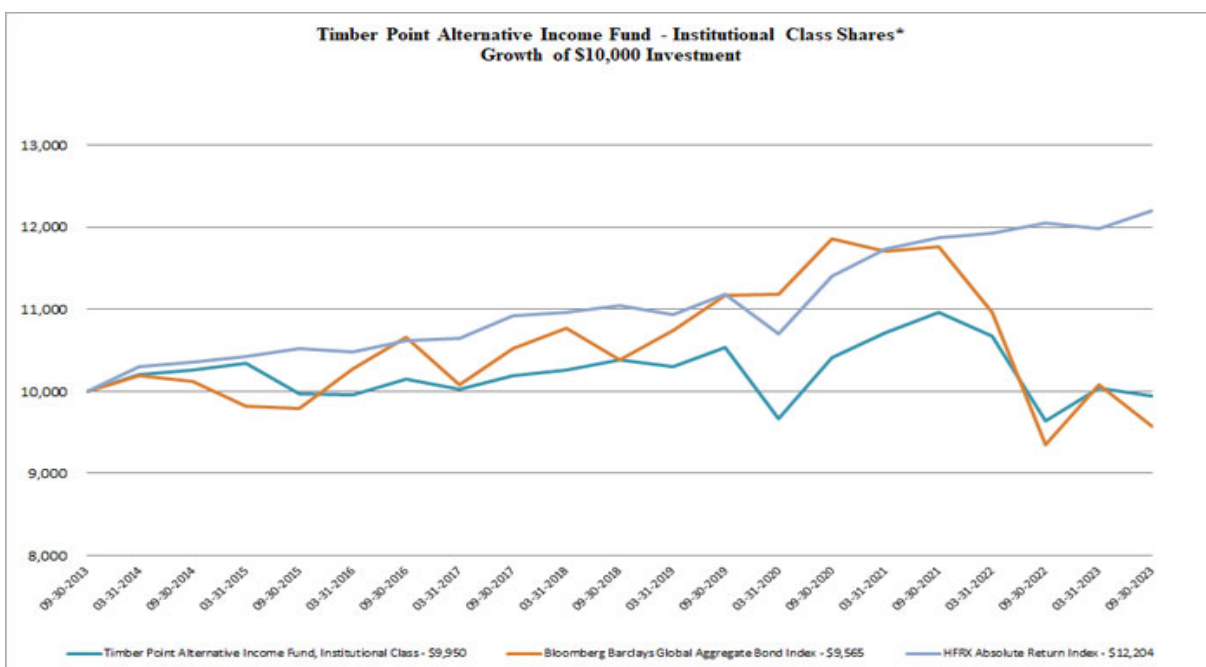
**Allocation of Portfolio Holdings**

<b>Asset Class/Industry Sector</b>	<b>Percentage of Net Assets*</b>
Exchange-Traded Funds	60.59%
Mutual Funds	16.33%
Common Stock	8.37%
Closed-End Funds	1.45%
Preferred Stock	1.15%
Mortgage-Backed Securities	0.01%
Asset-Backed Securities	0.01%
Other, Cash and Cash Equivalents	12.09%
	<b>100.00%</b>

\* The percentages in the above table are based on the portfolio holdings of the Global Fund as of September 30, 2023 and are subject to change. For a detailed break-out of holdings by industry and investment type, please refer to the Schedule of Investments.

INVESTMENT HIGHLIGHTS

Timber Point Alternative Income Fund  
September 30, 2023 (Unaudited)



Returns as of September 30, 2023	One year ended September 30, 2023	Five years ended September 30, 2023	Ten years ended September 30, 2023
Timber Point Alternative Income Fund Institutional Class	3.22%	(0.85)%	(0.05)%
Bloomberg Barclays Global Aggregate Bond Index	2.24%	(1.62)%	(0.44)%
HFRX Absolute Return Index	1.28%	2.02%	2.01%

The Income Fund Institutional Class shares commenced operations on February 12, 2019. Performance information prior to February 12, 2019 represents the performance of the Crow Point Alternative Income Fund Investor Class shares. Effective May 29, 2020, Investor Class shares were exchanged for Institutional Class shares.

The performance information quoted in this annual report assumes the reinvestment of all dividend and capital gain distributions, if any, and represents past performance, which is not a guarantee of future results. The returns shown do not reflect taxes that a shareholder would pay on Fund distributions or on the redemption of Fund shares. The investment return and principal value of an investment will fluctuate and, therefore, an investor’s shares, when redeemed, may be worth more or less than their original cost. Updated performance data current to the most recent month-end can be obtained by calling 1-877-244-6235.

The above graph depicts the performance of the Income Fund versus the Bloomberg Barclays Global Aggregate Bond Index (the “Barclays Global Index”) and the HFRX Absolute Return Index (the “HFRX Index”). The Barclays Global Index is a flagship measure of global investment grade debt from twenty-four local currency markets. This multi-currency benchmark includes treasury, government related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers. The HFRX Index is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies; including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. As a component of the optimization process, the index selects constituents which characteristically exhibit lower volatilities and lower correlations to standard directional benchmarks of equity market and hedge fund industry performance. Index returns assume reinvestment of dividends. Investors may not invest in any index directly; unlike the Income Fund’s returns, an Index does not reflect any fees or expenses.



**INVESTMENT HIGHLIGHTS****Timber Point Alternative Income Fund  
September 30, 2023 (Unaudited)**

The investment objective of the Timber Point Alternative Income Fund (the “Income Fund”) is to seek superior risk adjusted returns by investing in income oriented securities.

The Income Fund seeks to obtain its investment objective by allocating assets among credit-related instruments such as corporate bonds, municipal bonds, mortgage and asset-backed securities, and floating-rate securities. The Income Fund is designed to generate more of its income and returns from assets with less yield-curve risk than traditional duration-sensitive bonds. The Income Fund may invest in debt securities of any maturity and any quality, including below-investment grade debt (also known as “junk bonds”). The Income Fund is actively traded and, therefore, will have a high portfolio turnover rate.

The Income Fund may also invest in equity securities including those of private funds, such as hedge funds and private equity funds, exchange-traded-notes (“ETNs”), exchange-traded funds (“ETFs”), mutual funds, and publicly traded and non-publicly traded business development companies (“BDCs”). Investments in illiquid private funds, including illiquid hedge funds and private equity funds, will be limited to no more than 15% of the Income Fund’s net assets. The Income Fund may invest in equity securities of any market capitalization. The Income Fund may invest without limitation in investments tied economically to any country in the world, including emerging market countries.

**Allocation of Portfolio Holdings**

<b>Asset Class/Industry Sector</b>	<b>Percentage of Net Assets *</b>
Exchange-Traded Funds	76.76%
Closed-End Funds	3.43%
Common Stock	1.98%
Preferred Stock	0.14%
Mortgage-Backed Securities	0.06%
Asset-Backed Securities	0.02%
Other, Cash and Cash Equivalents	17.61%
	<u>100.00%</u>

\* The percentages in the above table are based on the portfolio holdings of the Income Fund as of September 30, 2023 and are subject to change. For a detailed break-out of holdings by industry and investment type, please refer to the Schedule of Investments.

TIMBER POINT GLOBAL ALLOCATIONS FUND  
SCHEDULE OF INVESTMENTS  
September 30, 2023

ANNUAL REPORT

COMMON STOCK 8.37%	<u>Shares</u>	<u>Value</u>
<b>Auto Manufacturers - 2.75%</b>		
Toyota Motor Corp. - ADR - Japan	2,400	\$ 431,400
<b>Investment Companies - 0.87%</b>		
Blackstone Secured Lending Fund	5,000	136,800
<b>Oil &amp; Gas Services - 1.30%</b>		
Schlumberger NV	3,500	204,050
<b>Pharmaceuticals - 0.05%</b>		
Inhibikase Therapeutics, Inc. <sup>(a)</sup>	5,500	7,755
<b>Real Estate - 0.07%</b>		
Harbor Custom Development, Inc. <sup>(a)</sup>	7,500	10,500
<b>Retail - 1.36%</b>		
FAT Brands, Inc.	32,186	214,037
<b>Semiconductors - 1.97%</b>		
Advanced Micro Devices, Inc. <sup>(a)</sup>	3,000	308,460
<b>TOTAL COMMON STOCK (Cost \$1,494,800)</b>		<u>1,313,002</u>
<b>PREFERRED STOCK - 1.15%</b>		
<b>Real Estate - 0.16%</b>		
Harbor Custom Development, Inc. - Series A, 8.00%	5,714	25,484
<b>Retail - 0.99%</b>		
FAT Brands, Inc. - Series B, 8.25%	9,451	154,240
<b>TOTAL PREFERRED STOCK (Cost \$326,906)</b>		<u>179,724</u>
<b>CLOSED-END FUND - 1.45%</b>		
<b>Equity Fund - 1.45%</b>		
Royce Value Trust, Inc.	17,668	227,387
<b>TOTAL CLOSED-END FUND (Cost \$265,580)</b>		<u>227,387</u>

**TIMBER POINT GLOBAL ALLOCATIONS FUND**  
**SCHEDULE OF INVESTMENTS**  
September 30, 2023

ANNUAL REPORT

<b>EXCHANGE-TRADED FUNDS - 60.59%</b>	<b>Shares</b>	<b>Value</b>
<b>Debt Funds - 22.55%</b>		
iShares 1-3 Year Treasury Bond ETF	30,000	\$ 2,429,100
iShares 20+ Year Treasury Bond ETF	12,500	1,108,625
		<u>3,537,725</u>
<b>Equity Funds - 38.04%</b>		
Direxion Daily FTSE Europe Bull 3x Shares	5,000	89,198
Direxion Daily S&P 500 Bull 3X	20,000	1,564,000
Global X S&P 500 Covered Call ETF	10,000	388,900
Invesco Aerospace & Defense ETF	3,700	295,260
Invesco S&P 500 Equal Weight ETF	12,000	1,700,280
iShares Core S&P Mid-Cap ETF <sup>(b)</sup>	3,000	748,050
iShares Core S&P Small-Cap ETF <sup>(b)</sup>	9,500	896,135
iShares MSCI Emerging Markets ETF	7,500	284,625
		<u>5,966,448</u>
<b>TOTAL EXCHANGE-TRADED FUNDS (Cost \$9,898,086)</b>		<u>9,504,173</u>
<b>MUTUAL FUNDS - 16.33%</b>		
<b>Asset Allocation Fund - 12.92%</b>		
Timber Point Alternative Income Fund - Institutional Class <sup>(g)</sup>	272,031	2,026,634
<b>Equity Fund - 3.41%</b>		
LS Opportunity Fund - Institutional Class	33,212	535,373
<b>TOTAL MUTUAL FUNDS (Cost \$2,660,684)</b>		<u>2,562,007</u>
<b>WARRANTS - 0.00%</b>		
Harbor Custom Development, Inc., \$5.00, 06/10/2026 <sup>(a)</sup>	22,500	131
Harbor Custom Development, Inc., \$59.40, 10/05/2026 <sup>(a)</sup>	12,500	100
<b>TOTAL WARRANTS (Cost \$350)</b>		<u>231</u>
<b>BONDS &amp; NOTES - 0.02%</b>		
<b>ASSET-BACKED SECURITIES - 0.01%</b>		
Countrywide Asset-Backed Certificates, 5.216%, 10/25/2017 <sup>(b) (d) (e)</sup>	\$ 1,106	945
RASC Series 2003-KS4 Trust, 3.870%, due 05/25/2033 <sup>(b) (f)</sup>	0	0
<b>Total Asset Backed Securities (Cost \$1,106)</b>		<u>945</u>
<b>MORTGAGE-BACKED SECURITIES - 0.01%</b>		
Banc of America Funding 2006-2 Trust, 5.750%, due 03/25/2036 <sup>(b)</sup>	929	756
Washington Mutual Mortgage Pass-Through Certificates WMALT Series 2006-7 Trust, 4.054%, 09/25/2036 <sup>(b) (d)</sup>	6,459	1,822
<b>Total Mortgage-Backed Securities (Cost \$4,121)</b>		<u>2,578</u>
<b>TOTAL BONDS &amp; NOTES (Cost \$5,227)</b>		<u>3,523</u>

**TIMBER POINT GLOBAL ALLOCATIONS FUND**  
**SCHEDULE OF INVESTMENTS**  
September 30, 2023

**ANNUAL REPORT**

<b>SHORT-TERM INVESTMENT - 17.63%</b>	<u>Shares</u>	<u>Value</u>
Federated Hermes Government Obligations Fund - Institutional Shares, 5.20% <sup>(c)</sup>	2,764,559	\$ 2,764,559
<b>TOTAL SHORT-TERM INVESTMENT (Cost \$2,764,559)</b>		<u>2,764,559</u>
<b>INVESTMENTS AT VALUE (Cost \$17,416,192) - 105.54%</b>		\$ 16,554,606
<b>LIABILITIES IN EXCESS OF OTHER ASSETS, NET - (5.54%)</b>		(868,685)
<b>NET ASSETS - 100.00%</b>		<u>\$ 15,685,921</u>

*Percentages are stated as a percent of net assets.*

- (a) Non-income producing security.
- (b) All or a portion of the security is segregated as collateral for options.
- (c) Rate shown represents the 7-day effective yield at September 30, 2023, is subject to change and resets daily.
- (d) Variable rate security - Interest rate shown represents the rate on September 30, 2023.
- (e) Principal payments are still being received, not yet matured.
- (f) The Principal and value amounts are less than \$0.50.
- (g) Affiliated investment company. See Note 6.

*The following abbreviations are used in this portfolio:*

ADR - American Depositary Receipt

ETF - Exchange-Traded Fund

NV - Naamloze Vennootschap (Dutch Public Company)

**The accompanying notes are an integral part of these financial statements.**

**TIMBER POINT ALTERNATIVE INCOME FUND**  
**SCHEDULE OF INVESTMENTS**  
September 30, 2023

**ANNUAL REPORT**

<b>COMMON STOCK - 1.98%</b>	<b>Shares</b>	<b>Value</b>
<b>Investment Companies - 1.98%</b>		
Blackstone Secured Lending Fund	10,000	\$ 273,600
<b>TOTAL COMMON STOCK (Cost \$240,519)</b>		<b>273,600</b>
<b>PREFERRED STOCK - 0.14%</b>		
<b>Real Estate - 0.14%</b>		
Harbor Custom Development, Inc. - Series A, 8.000%	4,286	19,116
<b>TOTAL PREFERRED STOCK (Cost \$60,019)</b>		<b>19,116</b>
<b>CLOSED-END FUNDS - 3.43%</b>		
<b>Asset Allocation Fund - 2.01%</b>		
RiverNorth/DoubleLine Strategic Opportunity Fund, Inc.	35,000	276,850
<b>Equity Fund - 1.42%</b>		
Royce Value Trust, Inc.	15,275	196,589
<b>TOTAL CLOSED END FUNDS (Cost \$527,702)</b>		<b>473,439</b>
<b>EXCHANGE-TRADED FUNDS - 76.76%</b>		
<b>Debt Funds - 69.83%</b>		
iShares 1-3 Year Treasury Bond ETF	27,000	2,186,190
iShares 20+ Year Treasury Bond ETF	12,000	1,064,280
iShares Core U.S. Aggregate Bond ETF	18,000	1,692,720
SPDR Bloomberg Short Term High Yield Bond ETF <sup>(b)</sup>	100,000	2,446,000
Vanguard Short-Term Corporate Bond ETF <sup>(b)</sup>	30,000	2,254,500
		9,643,690
<b>Equity Funds - 6.93%</b>		
Direxion Daily S&P 500 Bull 3X	4,000	312,800
Global X S&P 500 Covered Call ETF	2,000	77,780
Invesco S&P 500 Equal Weight ETF	4,000	566,760
		957,340
<b>TOTAL EXCHANGE-TRADED FUNDS (Cost \$10,869,506)</b>		<b>10,601,030</b>
<b>WARRANTS - 0.00%</b>		
Harbor Custom Development, Inc., \$59.40, 10/05/2026 <sup>(a)</sup>	37,500	300
<b>TOTAL WARRANTS (Cost \$375)</b>		<b>300</b>

**BONDS & NOTES - 0.08%**

<b>ASSET-BACKED SECURITIES - 0.02%</b>	<b>Principal Amount</b>	<b>Value</b>
Ameriquest Mortgage Securities, Inc. Asset-Backed Pass-Through Certificates Series 2003-11, 5.358%, due 12/25/2033 <sup>(d)</sup>	\$ 80	\$ 96
Countrywide Asset-Backed Certificates, 5.216%, due 10/25/2017 <sup>(d) (e)</sup>	3,317	2,836
GE Capital Mortgage Services, Inc. 1999-HE1 Trust, 6.265%, due 04/25/2029	33	32
RASC Series 2003-KS4 Trust, 3.870%, due 05/25/2033 <sup>(f)</sup>	0	0
<b>Total Asset Backed Securities (Cost \$3,430)</b>		<b>2,964</b>
<b>MORTGAGE-BACKED SECURITIES - 0.06%</b>		
Banc of America Funding 2006-2 Trust, 5.750%, due 03/25/2036	2,787	2,267
Washington Mutual Mortgage Pass-Through Certificates WMALT Series 2006-7 Trust, 4.054%, due 09/25/2036 <sup>(d)</sup>	19,378	5,465
<b>Total Mortgage-Backed Securities (Cost \$12,297)</b>		<b>7,732</b>
<b>TOTAL BONDS &amp; NOTES (Cost \$15,727)</b>		<b>10,696</b>
<b>SHORT-TERM INVESTMENT - 22.13%</b>	<b>Shares</b>	
Federated Hermes Government Obligations Fund - Institutional Shares, 5.20% <sup>(c)</sup>	3,056,460	3,056,460
<b>SHORT TERM INVESTMENT (Cost \$3,056,460)</b>		<b>3,056,460</b>
<b>INVESTMENTS AT VALUE (Cost \$14,770,308) - 104.52%</b>		<b>\$ 14,434,641</b>
<b>LIABILITIES IN EXCESS OF OTHER ASSETS, NET - (4.52%)</b>		<b>(624,723)</b>
<b>NET ASSETS - 100.00%</b>		<b>\$ 13,809,918</b>

Percentages are stated as a percent of net assets.

- (a) Non-income producing security.
- (b) All or a portion of the security is segregated as collateral for options.
- (c) Rate shown represents the 7-day effective yield at September 30, 2023, is subject to change and resets daily.
- (d) Variable rate security - Interest rate shown represents the rate on September 30, 2023.
- (e) Principal payments are still being received, not yet matured.
- (f) Principal amount and value are less than \$0.50.

The following abbreviations are used in this portfolio:

ETF - Exchange-Traded Fund

**The accompanying notes are an integral part of these financial statements.**

**TIMBER POINT FUNDS**  
**STATEMENTS OF ASSETS AND LIABILITIES**

September 30, 2023

ANNUAL REPORT

	<b>Timber Point Global Allocations Fund</b>	<b>Timber Point Alternative Income Fund</b>
<b>Assets:</b>		
Investment securities:		
Unaffiliated Securities at Cost	\$ 15,320,771	\$ 14,770,308
Affiliated Securities at Cost	2,095,421	—
<b>Total Securities at Cost</b>	<b>17,416,192</b>	<b>14,770,308</b>
Unaffiliated Securities at Value	14,527,972	14,434,641
Affiliated Securities at Value	2,026,634	—
<b>Total Securities at Value</b>	<b>16,554,606</b>	<b>14,434,641</b>
Deposits at broker for options:		
JonesTrading Institutional Services, LLC	22,688	3,234
Receivables:		
Interest	8,144	3,704
Dividends	17,616	7,700
Prepaid expenses and other assets	4,486	2,450
<b>Total assets</b>	<b>16,607,540</b>	<b>14,451,729</b>
<b>Liabilities:</b>		
Payables:		
Investment securities purchased	901,430	621,842
Due to adviser	1,763	1,951
Due to administrator	11,063	10,676
Accrued Trustee fees	2,576	2,576
Accrued expenses	4,787	4,766
<b>Total liabilities</b>	<b>921,619</b>	<b>641,811</b>
<b>Net Assets</b>	<b>\$ 15,685,921</b>	<b>\$ 13,809,918</b>
<b>Sources of Net Assets:</b>		
Paid-in capital	\$ 23,864,097	\$ 17,485,566
Total accumulated losses	(8,178,176)	(3,675,648)
<b>Total Net Assets</b>	<b>\$ 15,685,921</b>	<b>\$ 13,809,918</b>
<b>Institutional Class Shares:</b>		
Net assets	\$ 15,685,921	\$ 13,809,918
Shares Outstanding (\$0 par value, Unlimited shares of beneficial interest authorized)	1,933,236	1,853,208
Net Asset Value, Offering and Redemption Price Per Share	\$ 8.11	\$ 7.45

The accompanying notes are an integral part of these financial statements.

**TIMBER POINT FUNDS**  
**STATEMENTS OF OPERATIONS**

September 30, 2023

ANNUAL REPORT

	<b>Timber Point Global Allocations Fund</b>	<b>Timber Point Alternative Income Fund</b>
	<b>For the Year Ended September 30, 2023</b>	<b>For the Year Ended September 30, 2023</b>
<b>Investment income:</b>		
Dividends (net of foreign withholding taxes of \$0 and \$0, respectively)	\$ 306,863	\$ 596,479
Dividends from affiliated funds	73,633	—
Interest	79,311	42,107
<b>Total investment income</b>	<b>459,807</b>	<b>638,586</b>
<b>Expenses:</b>		
Management fees (Note 7)	156,395	114,761
Accounting and transfer agent fees and expenses	97,550	89,872
Trustee fees and expenses	21,741	21,741
Legal fees	20,010	19,648
Audit fees	16,700	16,700
Registration and filing fees	16,457	6,598
Compliance officer fees	15,300	15,300
Reports to shareholders	14,273	14,623
Non-12b-1 shareholder servicing expense	11,501	14,283
Miscellaneous	10,159	10,002
Pricing fees	8,979	8,943
Custodian fees	7,708	6,840
Insurance	6,849	4,626
<b>Total expenses</b>	<b>403,622</b>	<b>343,937</b>
Less:		
Fees waived by Adviser (Note 7)	(125,587)	(100,077)
Fees waived by Adviser for affiliated holdings (Note 7)	(22,017)	—
<b>Net expenses</b>	<b>256,018</b>	<b>243,860</b>
<b>Net investment income</b>	<b>203,789</b>	<b>394,726</b>
<b>Realized and unrealized loss:</b>		
Net realized loss on:		
Unaffiliated Investments	(542,848)	(197,309)
Long-term capital gain distributions from Unaffiliated Investments	47,303	—
Affiliated Investments	(146,496)	—
Securities sold short	(250,853)	(85,292)
<b>Net realized loss on investments and securities sold short</b>	<b>(892,894)</b>	<b>(282,601)</b>
Net change in unrealized appreciation on:		
Unaffiliated Investments	606,874	284,095
Affiliated Investments	156,969	—
<b>Net change in unrealized appreciation on investments and securities sold short</b>	<b>763,843</b>	<b>284,095</b>
Net realized & unrealized gain (loss) on investments and securities sold short	(129,051)	1,494
<b>Net increase in net assets resulting from operations</b>	<b>\$ 74,738</b>	<b>\$ 396,220</b>

The accompanying notes are an integral part of these financial statements.



TIMBER POINT FUNDS  
STATEMENTS OF CHANGES IN NET ASSETS

ANNUAL REPORT

	<u>Timber Point Global Allocations Fund</u>	
	<u>For the Year Ended September 30, 2023</u>	<u>For the Year Ended September 30, 2022 <sup>(a)</sup></u>
<b>Increase (decrease) in net assets from:</b>		
<b>Operations:</b>		
Net investment income	\$ 203,789	\$ 112,479
Net realized loss from investments, options written and securities sold short	(892,894)	(4,783,680)
Net change in unrealized appreciation (depreciation) on investments, options written and securities sold short	763,843	(1,326,903)
Net increase (decrease) in net assets resulting from operations	<u>74,738</u>	<u>(5,998,104)</u>
<b>Distributions to shareholders from:</b>		
Total distributable earnings - Institutional Class	(202,941)	—
Total distributions	<u>(202,941)</u>	<u>—</u>
<b>From shares of beneficial interest:</b>		
Proceeds from shares sold:		
Institutional Class	3,447,378	2,715,235
Net asset value of shares issued in reinvestment of distributions:		
Institutional Class	165,586	—
Payments for shares redeemed:		
Institutional Class	(9,343,307)	(10,411,353)
Decrease in net assets from transactions in shares of beneficial interest	<u>(5,730,343)</u>	<u>(7,696,118)</u>
<b>Decrease in net assets</b>	<b>(5,858,546)</b>	<b>(13,694,222)</b>
<b>Net Assets:</b>		
Beginning of year	<u>21,544,467</u>	<u>35,238,689</u>
End of year	<u>\$ 15,685,921</u>	<u>\$ 21,544,467</u>
<b>Capital share activity:</b>		
Institutional Class:		
Shares Sold	405,641	279,674
Shares Reinvested	20,570	—
Shares Redeemed	(1,133,390)	(1,076,039)
Net decrease in shares of beneficial interest outstanding	<u>(707,179)</u>	<u>(796,365)</u>

<sup>(a)</sup> Amounts for the year ended September 30, 2022 are consolidated.

**The accompanying notes are an integral part of these financial statements.**

**TIMBER POINT FUNDS**  
**STATEMENTS OF CHANGES IN NET ASSETS**

**ANNUAL REPORT**

	<u>Timber Point Alternative Income Fund</u>	
	<u>For the Year Ended September 30, 2023</u>	<u>For the Year Ended September 30, 2022</u>
<b>Increase (decrease) in net assets from:</b>		
<b>Operations:</b>		
Net investment income	\$ 394,726	\$ 281,561
Net realized loss from investments, options written and securities sold short	(282,601)	(1,307,350)
Net change in unrealized appreciation (depreciation) on investments, options written and securities sold short	284,095	(1,012,130)
Net increase (decrease) in net assets resulting from operations	<u>396,220</u>	<u>(2,037,919)</u>
<b>Distributions to shareholders from:</b>		
Total distributable earnings - Institutional Class	(355,286)	(311,180)
Total distributions	<u>(355,286)</u>	<u>(311,180)</u>
<b>From shares of beneficial interest:</b>		
<b>Proceeds from shares sold:</b>		
Institutional Class	4,270,253	1,656,420
<b>Net asset value of shares issued in reinvestment of distributions:</b>		
Institutional Class	347,896	250,499
<b>Payments for shares redeemed:</b>		
Institutional Class	(3,559,170)	(4,267,177)
Increase (decrease) in net assets from transactions in shares of beneficial interest	<u>1,058,979</u>	<u>(2,360,258)</u>
<b>Increase (decrease) in net assets</b>	<u>1,099,913</u>	<u>(4,709,357)</u>
<b>Net Assets:</b>		
Beginning of year	<u>12,710,005</u>	<u>17,419,362</u>
End of year	<u>\$ 13,809,918</u>	<u>\$ 12,710,005</u>
<b>Capital share activity:</b>		
<b>Institutional Class:</b>		
Shares Sold	564,981	199,319
Shares Reinvested	47,920	29,470
Shares Redeemed	(476,385)	(546,411)
Net increase (decrease) in shares of beneficial interest outstanding	<u>136,516</u>	<u>(317,622)</u>

**The accompanying notes are an integral part of these financial statements.**

The following tables set forth the per share operating performance data for a share of beneficial interest outstanding, total return, ratios to average net assets and other supplemental data for each of the years indicated.

<b>Timber Point Global Allocations Fund</b>					
<b>Institutional Class</b>					
	<b>For the Year Ended September 30, 2023</b>	<b>For the Year Ended September 30, 2022 <sup>(a)</sup></b>	<b>For the Year Ended September 30, 2021 <sup>(a)</sup></b>	<b>For the Year Ended September 30, 2020 <sup>(a)</sup></b>	<b>For the Year Ended September 30, 2019</b>
<b>Net Asset Value, Beginning of Year</b>	\$ 8.16	\$ 10.25	\$ 9.11	\$ 9.04	\$ 9.28
<b>Investment Operations:</b>					
Net investment income (loss) <sup>(1)</sup>	0.10	0.04	(0.04)	0.03	0.09
Net realized and unrealized gain (loss) on investments, options written, securities sold short and swaps	(0.06)	(2.13)	1.24	0.13 <sup>(6)</sup>	(0.25)
Total from investment operations	0.04	(2.09)	1.20	0.16	(0.16)
<b>Distributions:</b>					
From net investment income	(0.09)	—	(0.06)	(0.09)	(0.08)
Total distributions	(0.09)	—	(0.06)	(0.09)	(0.08)
<b>Net Asset Value, End of Year</b>	\$ 8.11	\$ 8.16	\$ 10.25	\$ 9.11	9.04
<b>Total Return <sup>(2)</sup></b>	0.49%	(20.39)%	13.20%	1.73% <sup>(5)</sup>	(1.68)% <sup>(5)</sup>
<b>Ratios/Supplemental Data</b>					
Net assets, end of year (in 000's)	\$ 15,686	21,544	\$ 35,239	\$ 38,588	22,789
<b>Ratios of expenses to average net assets <sup>(3)</sup>:</b>					
Before fees waived and expenses reimbursed	2.32%	2.00%	1.79%	2.23%	2.41%
After fees waived and expenses reimbursed	1.47%	1.55%	1.58%	1.46%	1.32%
<b>Ratios of expenses to average net assets (excluding dividends on securities sold short and interest on margin account) <sup>(3)</sup>:</b>					
Before fees waived and expenses reimbursed	2.32%	1.95%	1.72%	2.13%	2.32%
After fees waived and expenses reimbursed	1.47%	1.50%	1.50%	1.36%	1.23%
<b>Ratios of net investment income (loss) to average net assets <sup>(3) (4)</sup></b>					
	1.17%	0.39%	(0.42)%	0.31%	1.01%
<b>Portfolio turnover rate</b>	257%	351%	374%	385%	176%

(a) Amounts for the years ended September 30, 2020, September 30, 2021 and September 30, 2022 are consolidated.

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

(2) Total Return represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of dividends, if any. Total returns shown exclude the effect of applicable redemption fees.

(3) The ratios of expenses and net investment income (loss) to average net assets do not reflect the Fund's proportionate share of expenses of underlying investment companies in which the Fund invests.

(4) Recognition of net investment income (loss) by the Fund is affected by the timing and declaration of dividends by the underlying investment companies in which the Fund invests.

(5) Includes adjustments in accordance with accounting principles generally accepted in the United States of America and, consequently, the net asset values for financial reporting purposes and the returns based upon those net asset values may differ from the net asset values and returns for shareholder transactions.

(6) The amount of net realized and unrealized gain on investment per share for the year ended September 30, 2020, does not accord with the amounts in the Consolidated Statements of Operations due to the timing of purchases and sales of Fund shares in relation to fluctuating market values.

**The accompanying notes are an integral part of these financial statements.**

**TIMBER POINT FUNDS  
FINANCIAL HIGHLIGHTS**

**ANNUAL REPORT**

The following tables set forth the per share operating performance data for a share of beneficial interest outstanding, total return, ratios to average net assets and other supplemental data for the years or period indicated.

	<b>Timber Point Alternative Income Fund</b>				
	<b>Institutional Class</b>				
	<b>For the Year Ended September 30, 2023</b>	<b>For the Year Ended September 30, 2022</b>	<b>For the Year Ended September 30, 2021</b>	<b>For the Year Ended September 30, 2020</b>	<b>For the Period Ended September 30, 2019 (a)</b>
<b>Net Asset Value, Beginning of Year/Period</b>	\$ 7.40	\$ 8.56	\$ 8.32	\$ 8.54	\$ 8.30
<b>Investment Operations:</b>					
Net investment income <sup>(1)</sup>	0.21	0.14	0.18	0.09	0.07
Net realized and unrealized gain (loss) on investments, options written and securities sold short	0.02	(1.15)	0.26	(0.19)	0.17 <sup>(8)</sup>
Total from investment operations	0.23	(1.01)	0.44	(0.10)	0.24
<b>Distributions:</b>					
From net investment income	(0.18)	(0.15)	(0.20)	(0.12)	—
Total distributions	(0.18)	(0.15)	(0.20)	(0.12)	—
<b>Net Asset Value, End of Year/Period</b>	\$ 7.45	\$ 7.40	\$ 8.56	\$ 8.32	\$ 8.54
<b>Total Return <sup>(2)</sup></b>	3.22%	(12.03)%	5.30%	(1.17)% <sup>(7)</sup>	2.89% <sup>(5) (7)</sup>
<b>Ratios/Supplemental Data</b>					
Net assets, end of year (in 000's)	\$ 13,810	\$ 12,710	\$ 17,419	\$ 16,801	\$ 43
<b>Ratios of expenses to average net assets <sup>(3)</sup>:</b>					
Before fees waived and expenses reimbursed	2.40%	2.33%	2.28%	2.97%	3.29% <sup>(6)</sup>
After fees waived and expenses reimbursed	1.70%	1.73%	1.78%	2.04%	2.11% <sup>(6)</sup>
<b>Ratios of expenses to average net assets (excluding dividends on securities sold short and interest on margin account) <sup>(3)</sup>:</b>					
Before fees waived and expenses reimbursed	2.40%	2.30%	2.25%	2.79%	3.18% <sup>(6)</sup>
After fees waived and expenses reimbursed	1.70%	1.70%	1.75%	1.86%	2.00% <sup>(6)</sup>
<b>Ratios of net investment income to average net assets <sup>(3) (4)</sup></b>	2.75%	1.75%	2.09%	1.11%	1.42% <sup>(6)</sup>
<b>Portfolio turnover rate</b>	130%	348%	194%	287%	169% <sup>(5)</sup>

(a) The Timber Point Alternative Income Fund Institutional Shares commenced operations on February 12, 2019.

- (1) Per share amounts calculated using the average shares method, which more appropriately presents the per share data for the year/period.
- (2) Total Return represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of dividends.
- (3) The ratios of expenses to average net assets and net investment income to average net assets do not reflect the expenses of the underlying investment companies in which the Fund invests.
- (4) Recognition of net investment income by the Fund is affected by the timing and declaration of dividends by the underlying investment companies in which the Fund invests.
- (5) Not annualized.
- (6) Annualized.
- (7) Includes adjustments in accordance with accounting principles generally accepted in the United States of America and, consequently, the net asset values for financial reporting purposes and the returns based upon those net asset values may differ from the net asset values and returns for shareholder transactions.
- (8) The amount of net realized and unrealized gain on investment per share for the period ended September 30, 2019, does not accord with the amounts in the Statements of Operations due to the timing of purchases and sales of Fund shares in relation to fluctuating market values.

**The accompanying notes are an integral part of these financial statements.**

**NOTES TO THE FINANCIAL STATEMENTS**

September 30, 2023

**1. ORGANIZATION**

The Timber Point Global Allocations Fund (the “Global Fund”) and the Timber Point Alternative Income Fund (the “Income Fund”) (collectively, the “Funds”) were organized on October 6, 2017 as separate diversified series of 360 Funds (the “Trust”). The Trust was organized on February 24, 2005 as a Delaware statutory trust. The Trust is registered as an open-end management investment company under the Investment Company Act of 1940, as amended (the “1940 Act”). The Global Fund’s investment objective is to seek superior risk adjusted total returns by investing across a wide variety of global assets. The Income Fund’s investment objective is to seek superior risk adjusted returns by investing in income oriented securities.

Each Fund offers one class of shares, Institutional Class.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the significant accounting policies followed by the Funds in the preparation of their financial statements and are in conformity with accounting principles generally accepted in the United States of America (“GAAP”). The Funds are investment companies that follow the accounting and reporting guidance of Accounting Standards Codification Topic 946 applicable to investment companies.

a) Security Valuation – All investments in securities are recorded at their estimated fair value, as described in note 3.

b) Short Sales – The Funds may sell securities short. A short sale is a transaction in which a Fund sells a security it does not own or have the right to acquire (or that it owns but does not wish to deliver) in anticipation that the market price of that security will decline.

When Funds make a short sale, the broker-dealer through which the short sale is made must borrow the security sold short and deliver it to the party purchasing the security. Funds are required to make a margin deposit in connection with such short sales; the Funds may have to pay a fee to borrow particular securities and will often be obligated to pay over any dividends and accrued interest on borrowed securities.

If the price of the security sold short increases between the time of the short sale and the time the Funds cover their short positions, the Funds will incur a loss; conversely, if the price declines, the Funds will realize a capital gain. Any gain will be decreased, and any loss increased, by the transaction costs described above. The successful use of short selling may be adversely affected by imperfect correlation between movements in the price of the security sold short and the securities being hedged.

To the extent the Funds sell securities short, they will provide collateral to the broker-dealer and (except in the case of short sales “against the box”) will maintain additional asset coverage in the form of cash, U.S. government securities or other liquid securities with its custodian in a segregated account in an amount at least equal to the difference between the current market value of the securities sold short and any amounts required to be deposited as collateral with the selling broker (not including the proceeds of the short sale).

c) Investment Companies – The Funds may invest in investment companies such as open-end funds (mutual funds), exchange-traded funds (“ETFs”) and closed-end funds (“CEFs”) (also referred to as “Underlying Funds”) subject to limitations as defined in the 1940 Act. Your cost of investing in the Funds will generally be higher than the cost of investing directly in the Underlying Funds. By investing in the Funds, you will indirectly bear fees and expenses charged by the Underlying Funds in which the Funds invest in addition to the Funds’ direct fees and expenses. Also, with respect to dividends paid by the Underlying Funds, it is possible for these dividends to exceed the underlying investments’ taxable earnings and profits resulting in the excess portion of such dividends being designated as a return of capital. Distributions received from investments in securities that represent a return of capital or capital gains are recorded as a reduction of the cost of investments or as a realized gain, respectively.

d) Options – The Funds may purchase and write (i.e., sell) put and call options. Such options may relate to particular securities or stock indices, and may or may not be listed on a domestic or foreign securities exchange and may or may not be issued by the Options Clearing Corporation. Options trading is a highly specialized activity that entails greater than ordinary investment risk. Options may be more volatile than the underlying instruments, and therefore, on a percentage basis, an investment in options may be subject to greater fluctuation than an investment in the underlying instruments themselves.

**NOTES TO THE FINANCIAL STATEMENTS**

September 30, 2023

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

A call option for a particular security gives the purchaser of the option the right to buy, and the writer (seller) the obligation to sell, the underlying security at the stated exercise price at any time prior to the expiration of the option, regardless of the market price of the security. The premium paid to the writer is in consideration for undertaking the obligation under the option contract. A put option for a particular security gives the purchaser the right to sell, and the writer (seller) the obligation to buy the security at the stated exercise price at any time prior to the expiration date of the option, regardless of the market price of the security. If an option purchased by the Funds expires unexercised, the Funds realize a loss equal to the premium paid. If the Funds enter into a closing sale transaction on an option purchased by it, the Funds will realize a gain if the premium received by the Funds on the closing transaction is more than the premium paid to purchase the option or a loss if it is less. If an option written by the Funds expires on the stipulated expiration date or if the Funds enter into a closing purchase transaction, they will realize a gain (or loss if the cost of a closing purchase transaction exceeds the net premium received when the option is sold). If a call option written by the Funds is exercised, the proceeds of the sale will be increased by the net premium originally received and the Funds will realize a gain or loss. If a put option written by the Funds is exercised, the cost of the purchase will be decreased by the net premium originally received.

e) Federal Income Taxes – The Funds have qualified and intend to continue to qualify as regulated investment companies under Subchapter M of the Internal Revenue Code of 1986, as amended (the “Code”). It is the policy of the Funds to comply with the requirements of the Code applicable to regulated investment companies and to distribute substantially all of their net investment company taxable income and net capital gains. The Funds also intend to distribute sufficient net investment income and net capital gains, if any, so that they will not be subject to excise tax on undistributed income and gains. Therefore, no federal income tax or excise tax provision is required.

As of and during the year ended September 30, 2023, the Funds did not have a liability for any unrecognized tax expenses. The Funds recognize interest and penalties, if any, related to unrecognized tax liability as income tax expense in the statements of operations. During the year ended September 30, 2023, the Funds did not incur any interest or penalties. The Funds identify their major tax jurisdictions as U.S. Federal and Delaware state.

In addition, GAAP requires management of the Funds to analyze all open tax years, as defined by IRS statute of limitations for all major jurisdictions, including federal tax jurisdictions and certain state tax jurisdictions. As of and during the years ended September 30, 2020 through September 30, 2023, the Funds did not have a liability for any unrecognized tax benefits. The Funds have no examinations in progress and are not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months.

f) Distributions to Shareholders – Dividends from net investment income and distributions of net realized capital gains, if any, will be declared and paid at least annually. Income and capital gain distributions, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date. GAAP requires that permanent financial reporting differences relating to shareholder distributions be reclassified to paid-in capital or net realized gains.

g) Use of Estimates – The preparation of financial statements in conformity with GAAP 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 increases and decreases in net assets during the reporting period. Actual results could differ from those estimates. There were no reclassifications necessary during the year ended September 30, 2023.

h) Other – Investment and shareholder transactions are recorded on trade date. The Funds determine the gain or loss realized from the investment transactions by comparing the original cost of the security lot sold with the net sales proceeds. Dividend income and expenses are recognized on the ex-dividend date or as soon as information is available to the Funds and interest income is recognized on an accrual basis. Withholding taxes on foreign dividends have been provided for in accordance with the Funds’ understanding of the applicable country’s tax rules and rates.

**NOTES TO THE FINANCIAL STATEMENTS**

September 30, 2023

**3. SECURITIES VALUATIONS****Processes and Structure**

The Funds' Board of Trustees (the "Board") has adopted guidelines for valuing securities and other derivative instruments including in circumstances in which market quotes are not readily available, and has delegated authority to the Valuation Designee (as described below) to apply those guidelines in determining fair value prices, subject to review by the Board.

**Hierarchy of Fair Value Inputs**

The Funds utilize various methods to measure the fair value of their investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation techniques used to measure fair value. The three levels of inputs are as follows:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or 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 on 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 that relevant observable inputs are not available, representing the Fund's own assumptions about the assumptions that a market participant would use in valuing the asset or liability, and that 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.

**Fair Value Measurements**

Securities and assets for which representative market quotations are not readily available or that cannot be accurately valued using a fund's normal pricing procedures are valued at fair value as determined in good faith under policies approved by the Board. Fair value pricing may be used, for example, in situations where (i) a portfolio security, such as a small-cap stock, is so thinly traded that there have been no transactions for that stock over an extended period of time or the validity of a market quotation received is questionable; (ii) the exchange on which the portfolio security is principally traded closes early; (iii) trading of the particular portfolio security is halted; (iv) the security is a restricted security not registered under federal securities laws purchased through a private placement not eligible for resale; or (v) the security is purchased on a foreign exchange.

A description of the valuation techniques applied to the Trust's major categories of assets and liabilities measured at fair value on a recurring basis follows.

Equity securities (common stock, preferred stock, warrants, ETFs and CEFs) – Securities traded on a national securities exchange (or reported on the NASDAQ national market) are stated at the last reported sales price on the day of valuation. To the extent these securities are actively traded, and valuation adjustments are not applied, they are categorized in level 1 of the fair value hierarchy. Certain foreign securities may be fair valued using a pricing service that considers the correlation of the trading patterns of the foreign security to the intraday trading in the U.S. markets for investments such as American Depositary Receipts, financial futures, Exchange Traded Funds, and the movement of the certain indexes of securities based on a statistical analysis of the historical relationship and are categorized in level 2. Preferred stock and other equities traded on inactive markets or valued by reference to similar instruments are also categorized in level 2.

Money market funds and mutual funds – Money market funds and mutual funds are valued at their net asset value per share and are categorized as level 1.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 3. SECURITIES VALUATIONS (continued)

Derivative instruments – Listed derivatives, including options, that are actively traded, are valued based on quoted prices from the exchange and categorized in level 1 of the fair value hierarchy. Options held by the Funds for which no current quotations are readily available and which are not traded on the valuation date are valued at the mean price and are categorized within level 2 of the fair value hierarchy. Over-the-counter (OTC) derivative contracts include forward, swap, and option contracts related to interest rates; foreign currencies; credit standing of reference entities; equity prices; or commodity prices, and warrants on exchange-traded securities. Depending on the product and terms of the transaction, the fair value of the OTC derivative products can be modeled taking into account the counterparties' creditworthiness and using a series of techniques, including simulation models. Many pricing models do not entail material subjectivity because the methodologies employed do not necessitate significant judgments, and the pricing inputs are observed from actively quoted markets, as is the case of interest rate swap and option contracts. OTC derivative products valued using pricing models are categorized within level 2 of the fair value hierarchy.

The Security and Exchange Commission (the "SEC") recently adopted Rule 2a-5 under the 1940 Act, which establishes an updated regulatory framework for registered investment company fair valuation practices. Under the new rule a greater number of the Funds' securities may be subject to fair value pricing. The Funds' fair value policies and procedures and valuation practices were updated to comply with Rule 2a-5. Specifically, the Board designated Timber Point Capital Management, LLC (the "Adviser") as the Funds' "Valuation Designee" to make fair value determinations. The Adviser acts through its Rule 2a-5 Committee (the "Valuation Committee") in accordance with the Trust's and the Adviser's policies and procedures (collectively, the "Valuation Procedures"). While fair value determinations will be based upon all available factors that the Valuation Designee deems relevant at the time of the determination, fair value represents only a good faith approximation of the value of an asset or liability.

The Funds' policies regarding fair value pricing are intended to result in a calculation of a Fund's net asset value that fairly reflects portfolio security values as of the time of pricing. A portfolio security's fair value price may differ from the price next available for that portfolio security using a Fund's normal pricing procedure, and may differ substantially from the price at which the portfolio security may ultimately be traded or sold. If such fair value price differs from the price that would have been determined using a Fund's normal pricing procedures, a shareholder may receive more or less proceeds or shares from redemptions or purchases of Fund shares, respectively, than a shareholder would have otherwise received if the portfolio security was priced using a Fund's normal pricing procedures. The performance of a Fund may also be affected if a portfolio security's fair value price were to differ from the security's price using a Fund's normal pricing procedures.

Pursuant to policies adopted by the Board, the Valuation Designee reports all fair valued securities to the Board at least quarterly. The Board monitors and evaluate the Funds' use of fair value pricing. These securities will be categorized as level 3 securities

The following tables summarize the inputs used to value the Funds' assets and liabilities measured at fair value as of September 30, 2023.

<b>Global Fund:</b>				
<b>Financial Instruments – Assets Classification</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Totals</b>
Common Stock <sup>(1)</sup>	\$ 1,313,002	\$ —	\$ —	\$ 1,313,002
Preferred Stock <sup>(1)</sup>	179,724	—	—	179,724
Closed-End Fund <sup>(1)</sup>	227,387	—	—	227,387
Exchange-Traded Funds <sup>(1)</sup>	9,504,173	—	—	9,504,173
Mutual Funds <sup>(1)</sup>	2,562,007	—	—	2,562,007
Warrants	100	131	—	231
Asset Backed Securities	—	945	—	945
Mortgage Backed Securities	—	2,578	—	2,578
Short-Term Investment	2,764,559	—	—	2,764,559
Total Assets	\$ 16,550,952	\$ 3,654	\$ —	\$ 16,554,606

<sup>(1)</sup> For a detailed break-out of common stock, preferred stock, closed-end funds, ETFs and mutual funds by industry or asset class, please refer to the Schedule of Investments.



## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 3. SECURITIES VALUATIONS (continued)

<b>Income Fund:</b>				
<b>Financial Instruments – Assets Classification</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Totals</b>
Common Stock <sup>(1)</sup>	\$ 273,600	\$ —	\$ —	\$ 273,600
Preferred Stock <sup>(1)</sup>	19,116	—	—	19,116
Closed-End Funds <sup>(1)</sup>	473,439	—	—	473,439
Exchange-Traded Funds <sup>(1)</sup>	10,601,030	—	—	10,601,030
Warrants	300	—	—	300
Asset Backed Securities	—	2,964	—	2,964
Mortgage Backed Securities	—	7,732	—	7,732
Short-Term Investment	3,056,460	—	—	3,056,460
<b>Total Assets</b>	<b>\$ 14,423,945</b>	<b>\$ 10,696</b>	<b>\$ —</b>	<b>\$ 14,434,641</b>

<sup>(1)</sup> For a detailed break-out of common stock, preferred stock, closed-end funds, and ETFs by industry or asset class, please refer to the Schedule of Investments.

The Funds did not hold any level 3 securities during the period.

## 4. DERIVATIVES TRANSACTIONS

As of September 30, 2023 portfolio securities valued at \$1,317,553 and \$1,240,700 were held in escrow by the custodian as collateral for the Global Fund and Income Fund, respectively.

As of September 30, 2023 the Global Fund and the Income Fund did not hold any derivative securities.

Realized and unrealized gains and losses on derivatives contracts entered into by the Funds during the year ended September 30, 2023 are recorded in the following locations in the Statement of Operations for the Global Fund and the Income Fund:

<b>Global Fund:</b>		
<b>Net change in unrealized appreciation/(depreciation) on:</b>	<b>Location</b>	<b>Equity Contracts</b>
Put options purchased	Unaffiliated Investments	\$ 5,338
		<u>\$ 5,338</u>
<b>Net realized gain (loss) on:</b>	<b>Location</b>	<b>Equity Contracts</b>
Call options purchased	Unaffiliated Investments	\$ (43,552)
Put options purchased	Unaffiliated Investments	(80,047)
		<u>\$ (123,599)</u>
<b>Income Fund:</b>		
<b>Net change in unrealized appreciation/(depreciation) on:</b>	<b>Location</b>	<b>Equity Contracts</b>
Put options purchased	Unaffiliated Investments	\$ 1,601
		<u>\$ 1,601</u>

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 4. DERIVATIVES TRANSACTIONS (continued)

Net realized gain (loss) on:	Location	Equity Contracts
Call options purchased	Unaffiliated Investments	\$ (10,888)
Put options purchased	Unaffiliated Investments	(34,187)
		<u>\$ (45,075)</u>

The following tables indicate the average volume for the year:

Global Fund	
Call Options Purchased	\$ 1,200,000

Income Fund	
Call Options Purchased	\$ 300,000

## 5. INVESTMENT TRANSACTIONS

For the year ended September 30, 2023 aggregate purchases and sales of investment securities (excluding short-term investments) for the Funds were as follows:

	Purchases	Sales
Global Fund	\$ 40,484,737	\$ 44,105,443
Income Fund	17,943,390	17,222,954

There were no U.S. Government securities purchased or sold during the period by the Funds.

## 6. INVESTMENTS IN AFFILIATED COMPANIES

An affiliated company is a company in which the Funds have ownership of at least 5% of the voting securities or of common management. Companies which are affiliates of the Funds at September 30, 2023, are noted in the Global Fund's Schedule of Investments. The Income Fund is a mutual fund which is considered affiliated because it is of common management of the Adviser. As of September 30, 2023, the Income Fund is the only affiliated fund of the Global Fund. The Income Fund was not invested in any affiliated funds at September 30, 2023.

Transactions with affiliated companies during the year ended September 30, 2023 were as follows:

	Value as of September 30, 2022	Shares held as of September 30, 2022	Realized gain (loss)	Change in unrealized appreciation (depreciation)	Purchases	Sales	Value as of September 30, 2023	Shares held as of September 30, 2023	Income received
Global Fund:									
Income Fund	\$ 2,967,306	400,988	\$ (146,496)	\$ 156,969	\$ 48,855 <sup>(1)</sup>	\$ (1,000,000)	\$ 2,026,634	272,031	\$ 73,633
Total	\$ 2,967,306	400,988	\$ (146,496)	\$ 156,969	\$ 48,855 <sup>(1)</sup>	\$ (1,000,000)	\$ 2,026,634	272,031	\$ 73,633

(1) Represents dividends reinvested.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 7. ADVISORY FEES AND OTHER RELATED PARTY TRANSACTIONS

The Funds have entered into an Investment Advisory Agreement (the “Advisory Agreement”) with the Adviser. Under the Advisory Agreement, the Adviser, under the supervision of the Board, agrees to invest the assets of the Funds in accordance with applicable law and the investment objectives, policies and restrictions set forth in the Funds’ current Prospectus and Statement of Additional Information, and subject to such further limitations as the Trust may from time to time impose by written notice to the Adviser. The Adviser shall act as the investment adviser to the Funds and, as such shall (i) obtain and evaluate such information relating to the economy, industries, business, securities markets and securities as it may deem necessary or useful in discharging its responsibilities here under, (ii) formulate a continuing program for the investment of the assets of the Funds in a manner consistent with their investment objectives, policies and restrictions, and (iii) determine from time to time securities to be purchased, sold, retained or lent by the Funds, and implement those decisions, including the selection of entities with or through which such purchases, sales or loans are to be effected; provided, that the Adviser will place orders pursuant to its investment determinations either directly with the issuer or with a broker or dealer, and if with a broker or dealer, (a) will attempt to obtain the best price and execution of its orders, and (b) may nevertheless in its discretion purchase and sell portfolio securities from and to brokers who provide the Adviser with research, analysis, advice and similar services and pay such brokers in return a higher commission or spread than may be charged by other brokers.

Under the terms of the Advisory Agreement with the Funds, the Adviser receives a monthly management fee equal to annual rates of the Funds’ net assets as follows:

	<b>Management Fee Rates</b>
Global Fund	0.90%
Income Fund	0.80%

For the year ended September 30, 2023, the Adviser earned management fees as follows:

	<b>Management Fees</b>
Global Fund	\$ 156,395
Income Fund	114,761

The Adviser has contractually agreed to waive or reduce its fees and to assume other expenses of the Funds, if necessary, in an amount that limits “Total Annual Fund Operating Expenses” (exclusive of interest, expenses incurred under a plan of distribution adopted pursuant to Rule 12b-1 under the 1940 Act, taxes, acquired fund fees and expenses, brokerage commissions, dividend expenses on securities sold short and other expenditures which are capitalized in accordance with GAAP and other extraordinary expenses not incurred in the ordinary course of such Funds’ business) to not more than 1.60% of the average daily net assets of the Global Fund and 1.70% of the average daily net assets of the Income Fund through September 30, 2023. As of October 1, 2023, the Adviser contractually agreed to waive its fees and to assume other expenses of the Funds, if necessary, in an amount that limits the Total Annual Fund Operating Expenses (but excluding interest, borrowing expenses, distribution fees pursuant to Rule 12b-1 Plans, shareholder services fees pursuant to a Shareholder Services Plan, taxes, acquired fund fees and expenses, brokerage fees and commissions, dividend expenses on short sales, litigation expenses, expenditures which are capitalized in accordance with generally accepted accounting principles and, other extraordinary expenses not incurred in the ordinary course of such Fund’s business) to not more than 1.60% of the average daily net assets of the Global Fund and 1.70% of the average daily net assets of the Income Fund through January 31, 2025. These operating expense limitation agreements can be terminated only by, or with the consent of, the Board.

For the year ended September 30, 2023, the Adviser waived advisory fees and reimbursed expenses as follows:

	<b>Advisory Fees Waived</b>	<b>Expenses Reimbursed</b>
Global Fund	\$ 125,587	\$ —
Income Fund	100,077	—

The Global Fund invested a portion of its assets in the Income Fund, which is an affiliated Fund (Note 6). As such, the Adviser has agreed to waive its advisory fees on the portions of the Global Fund’s assets that are invested in the Income Fund.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 7. ADVISORY FEES AND OTHER RELATED PARTY TRANSACTIONS (continued)

For the year ended September 30, 2023, the Adviser waived advisory fees related to assets invested in the affiliated funds as follows:

	<b>Affiliated Funds Advisory Fees Waived</b>
Global Fund	\$ 22,017

These waivers are in addition to amounts waived pursuant to the contractual expense limitations detailed in the above paragraphs and are not recoupable.

Expense waivers and reimbursements are subject to possible recoupment from the Funds in future years on a rolling three year basis (within the three years after the fees have been waived or reimbursed) if such recoupment can be achieved within the expenses limits in place at the time of the waiver or reimbursement and the recoupment. Expense waivers and reimbursements made by the Funds' prior investment adviser are also subject to possible recoupment by the Adviser under the same terms. As of September 30, 2023, the total amount of expenses waived/reimbursed subject to recapture and their expiration dates, pursuant to the waiver agreements, was as follows:

	<b>Amount Subject to Recoupment</b>	<b>Expiration Dates</b>
Global Fund	\$ 54,989	September 30, 2024
Global Fund	100,226	September 30, 2025
Global Fund	125,587	September 30, 2026
Income Fund	86,431	September 30, 2024
Income Fund	96,422	September 30, 2025
Income Fund	100,077	September 30, 2026

The Funds have entered into an Investment Company Services Agreement ("ICSA") with M3Sixty Administration, LLC ("M3Sixty"). Pursuant to the ICSA, M3Sixty is responsible for a wide variety of functions, including but not limited to: (a) Fund accounting services; (b) financial statement preparation; (c) valuation of the Funds' portfolio securities; (d) pricing the Funds' shares; (e) assistance in preparing tax returns; (f) preparation and filing of required regulatory reports; (g) communications with shareholders; (h) coordination of Board and shareholder meetings; (i) monitoring the Funds' legal compliance; and (j) maintaining shareholder account records.

For the year ended September 30, 2023, M3Sixty earned fees pursuant to the ICSA as follows:

	<b>ICSA Fees</b>
Global Fund	\$ 97,550
Income Fund	89,872

The Funds have also entered into a Chief Compliance Officer Service Agreement ("CCO Agreement") with M3Sixty. Pursuant to the CCO Agreement, M3Sixty agrees to provide a Chief Compliance Officer ("CCO"), as described in Rule 38a-1 of the 1940 Act, to the Funds for the year and on the terms and conditions set forth in the CCO Agreement.

For the year ended September 30, 2023, M3Sixty earned fees pursuant to the CCO Agreement as follows:

	<b>CCO Agreement Fees</b>
Global Fund	\$ 15,300
Income Fund	15,300

Certain officers of the Funds are also employees or officers of M3Sixty.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

## 7. ADVISORY FEES AND OTHER RELATED PARTY TRANSACTIONS (continued)

M3Sixty Distributors, LLC (the “Distributor”) acts as the principal underwriter and distributor (the “Distributor”) of each Fund’s shares for the purpose of facilitating the registration of shares of the Funds under state securities laws and to assist in sales of the Funds’ shares pursuant to a Distribution Agreement (the “Distribution Agreement”) approved by the Trustees. The Distribution Agreement between the Funds and the Distributor requires the Distributor to use all reasonable efforts in connection with the distribution of the Funds’ shares. However, the Distributor has no obligation to sell any specific number of shares and will only sell shares for orders it receives.

The Distributor is an affiliate of M3Sixty.

## 8. DISTRIBUTIONS TO SHAREHOLDERS AND TAX MATTERS

The tax character of distributions during the year ended September 30, 2023, was as follows:

	Ordinary Income	Long-Term Capital Gains
Global Fund	\$ 202,941	\$ —
Income Fund	355,286	—

The tax character of distributions during the year ended September 30, 2022, was as follows:

	Ordinary Income	Long-Term Capital Gains
Global Fund	\$ —	\$ —
Income Fund	311,180	—

The tax character of distributable earnings (deficit) at September 30, 2023, was as follows:

	Undistributed Ordinary Income	Post-October Loss and Late Year Loss	Capital Loss Carry Forwards	Other Book/Tax Differences	Unrealized Appreciation/ (Depreciation)	Total Accumulated Losses
Global Fund	\$ 62,992	\$ —	\$ (7,196,144)	\$ —	\$ (1,045,024)	\$ (8,178,176)
Income Fund	248,562	—	(3,434,852)	(5,481)	(483,877)	(3,675,648)

The difference between book basis and tax basis undistributed net investment income (loss), accumulated net realized loss, and unrealized appreciation/(depreciation) from investments is primarily attributable to the tax deferral of losses on wash sales. In addition, the amount listed under other book/tax differences for the Income Fund is primarily attributable to unamortized organization expenses.

Capital losses incurred after October 31 and ordinary losses incurred after December 31 within the fiscal year are deemed to arise on the first business day of the following fiscal year for tax purposes. At September 30, 2023, the Funds did not defer any capital or ordinary losses.

At September 30, 2023, the Funds 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
Global Fund	\$ 6,078,267	\$ 1,117,877	\$ 7,196,144
Income Fund	3,322,249	112,603	3,434,852

During the year ended September 30, 2023, the Funds did not utilize any capital loss carryforwards.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

**8. DISTRIBUTIONS TO SHAREHOLDERS AND TAX MATTERS (continued)**

Permanent book and tax differences, primarily attributable to reclassifications of net investment losses to paid-in capital, resulted in reclassifications for the year ended September 30, 2023, as follows:

	<b>Paid-in Capital</b>	<b>Total Accumulated Losses</b>
Global Fund	\$ (61,529)	\$ 61,529
Income Fund	—	—

For U.S. Federal income tax purposes, the cost of securities owned, gross appreciation, gross depreciation, and net unrealized appreciation/(depreciation) of investments at September 30, 2023, were as follows:

	<b>Cost</b>	<b>Gross Appreciation</b>	<b>Gross Depreciation</b>	<b>Net Appreciation (Depreciation)</b>
Global Fund	\$ 17,599,630	\$ 145,182	\$ (1,190,206)	\$ (1,045,024)
Income Fund	14,918,518	58,059	(541,936)	(483,877)

The difference between book basis and tax basis unrealized appreciation (depreciation) from investments is primarily attributable to the tax deferral of losses on wash sales.

**9. BENEFICIAL OWNERSHIP**

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of the fund, under Section 2(a)(9) of the Investment Company Act of 1940. As of September 30, 2023, National Financial Services, LLC held 33.24% of the Income Fund's shares in omnibus accounts for the sole benefit of their customers. The Trust does not know whether any of the underlying beneficial shareholders of the omnibus accounts held by National Financial Services, LLC own more than 25% of the voting securities of the Income Fund.

**10. COMMITMENTS AND CONTINGENCIES**

In the normal course of business, the Trust may enter into contracts that may contain a variety of representations and warranties and provide general indemnifications. The Trust's maximum exposure under these arrangements is dependent on future claims that may be made against the Funds and, therefore, cannot be estimated; however, management considers the risk of loss from such claims to be remote.

**11. RECENT AND SUBSEQUENT EVENTS**

In accordance with GAAP, Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were issued, and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

**12. NEW ACCOUNTING PRONOUNCEMENTS AND REGULATORY UPDATES**

In June 2022, the FASB issued Accounting Standards Update 2022-03, which amends Fair Value Measurement (Topic 820): Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions ("ASU 2022-03"). ASU 2022-03 clarifies guidance for fair value measurement of an equity security subject to a contractual sale restriction and establishes new disclosure requirements for such equity securities. ASU 2022-03 is effective for fiscal years beginning after December 15, 2023, and for interim periods within those fiscal years, with early adoption permitted. Management is currently evaluating the impact of these amendments on the financial statements.

In December 2022, the FASB issued an Accounting Standards Update, ASU 2022-06, Reference Rate Reform (Topic 848) – Deferral of the Sunset Date of Topic 848 ("ASU 2022-06"). ASU 2022-06 is an amendment to ASU 2020-04, which provided optional guidance to ease the potential accounting burden due to the discontinuation of the LIBOR and other interbank-offered based reference rates and which was effective as of March 12, 2020, through December 31, 2022. ASU 2022-06 extends the effective period through December 31, 2024. Management is currently evaluating the impact, if any, of applying ASU 2022-06.

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**NOTES TO THE FINANCIAL STATEMENTS****September 30, 2023****12. NEW ACCOUNTING PRONOUNCEMENTS AND REGULATORY UPDATES (continued)**

In October 2022, the SEC adopted a final rule relating to Tailored Shareholder Reports for Mutual Funds and Exchange-Traded Funds; Fee Information in Investment Company Advertisements. The rule and form amendments will, among other things, require the Funds to transmit concise and visually engaging shareholder reports that highlight key information. The amendments will require that funds tag information in a structured data format and that certain more in-depth information be made available online and for delivery free of charge to investors on request. The amendments became effective January 24, 2023. There is an 18-month transition period after the effective date of the amendment. Management is currently evaluating the impact of the new rule.

In September 2023, the SEC adopted a final rule relating to “Names Rule” under the 1940 Act. The amendments expanded the rule to require more funds to adopt an 80 percent investment policy, including funds with names suggesting a focus in investments with particular characteristics (e.g., growth or value) or with terms that reference a thematic investment focus (e.g., environmental, social, or governance factors). The amendments will require that a fund review its name for compliance with the rule. If needed, a fund may need to adopt an 80 percent investment policy and review its portfolio assets’ treatment under such policy at least quarterly. The rule also requires additional prospectus disclosure and reporting and record keeping requirements. Depending on the size of the fund, the rule will take effect about 24 to 36 months after its publication date.

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Shareholders of Timber Point Global Allocations Fund and Timber Point Alternative Income Fund and Board of Trustees of 360 Funds

Opinion on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Timber Point Global Allocations Fund and Timber Point Alternative Income Fund (the "Funds") each a series of 360 Funds, as of September 30, 2023, the related statements of operations and changes in net assets, the related notes, and the financial highlights for the year then ended (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of September 30, 2023, the results of their operations, changes in net assets, and the financial highlights for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The Funds' financial statements and financial highlights for the years ended September 30, 2022, and prior, were audited by other auditors whose report dated November 28, 2022, expressed an unqualified opinion on those financial statements and financial highlights.

Basis for Opinion

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' 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 Funds in accordance with the 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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement whether due to error or fraud.

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 procedures included confirmation of securities owned as of September 30, 2023, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. 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. We believe that our audits provide a reasonable basis for our opinion.

We have served as the Funds' auditor since 2023.



COHEN & COMPANY, LTD.  
Philadelphia, Pennsylvania  
November 29, 2023



**ADDITIONAL INFORMATION****September 30, 2023 (Unaudited)**

The Trust, on behalf of the Funds, files a complete statement of investments with the U.S. Securities and Exchange Commission for the first and third quarters of each fiscal year as an exhibit to its report on Form N-PORT. Shareholders may view the filed Forms N-PORT by visiting the Commission's website at <http://www.sec.gov>. The filed forms may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available without charge, upon request, by calling 1-877-244-6235; and on the Commission's website at <http://www.sec.gov>.

Information regarding how the Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30th is available without charge, upon request, by calling 1-877-244-6235; and on the Commission's website at <http://www.sec.gov>.

Shareholder Tax Information - The Funds are required to advise you within 60 days of the Funds' fiscal year end regarding the federal tax status of distributions received by shareholders during the fiscal year. The Global Fund paid \$202,941 of ordinary income distributions during the year ended September 30, 2023. The Income Fund paid \$355,286 of ordinary income distributions during the year ended September 30, 2023.

Tax information is reported from the Funds' fiscal year and not calendar year, therefore, shareholders should refer to their Form 1099-DIV or other tax information which will be mailed in 2024 to determine the calendar year amounts to be included on their 2023 tax returns. Shareholders should consult their own tax advisors.

**Change in Independent Registered Public Accounting Firm**

Effective March 6, 2023, BBD LLP ("BBD") ceased to serve as the independent registered public accounting firm for the Funds. The Audit Committee of the Board of Trustees approved the replacement of BBD as a result of Cohen & Company, Ltd.'s ("Cohen") acquisition of BBD's investment management group. On April 25, 2023, the Audit Committee of the Board of Trustees also recommended and approved the appointment of Cohen as the Funds' independent registered public accounting firm for the fiscal year ending September 30, 2023.

The reports of BBD, LLP on the Funds' financial statements for the last fiscal year contained no adverse opinion or disclaimer of opinion and were not qualified or modified as to uncertainty, audit scope, or accounting principles.

During the Funds' most recent fiscal year, and through April 25, 2023, there were no disagreements with BBD, LLP on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which disagreements, if not resolved to the satisfaction of BBD, LLP, would have caused them to make reference to the subject matter of the disagreements in connection with their reports on the Funds' financial statements for such years. During the most recent fiscal year, and through April 25, 2023, there were no reportable events as defined in Item 304(a)(1)(v) of Regulation S-K promulgated by the SEC.

The Funds requested BBD, LLP to furnish them with a letter addressed to the SEC stating whether or not it agrees with the above statements. A copy of such letter will be filed as an Exhibit to the Form N-CSR filing.

## ADDITIONAL INFORMATION

September 30, 2023 (Unaudited)

## BOARD OF TRUSTEES, OFFICERS AND PRINCIPAL SHAREHOLDERS - (Unaudited)

The Trustees are responsible for the management and supervision of the Funds. The Trustees approve all significant agreements between the Trust, on behalf of the Funds, and those companies that furnish services to the Funds; review performance of the Funds; and oversee activities of the Funds. The Statement of Additional Information of the Trust includes additional information about the Funds' Trustees and is available upon request, without charge, by calling (877) 244-6235.

**Trustees and Officers.** Following are the Trustees and Officers of the Trust, their age and address, their present position with the Trust or the Funds, and their principal occupation during the past five years. Each of the Trustees of the Trust will generally hold office indefinitely. The Officers of the Trust will hold office indefinitely, except that: (1) any Officer may resign or retire and (2) any Officer may be removed any time by written instrument signed by at least two-thirds of the number of Trustees prior to such removal. In case a vacancy or an anticipated vacancy on the Board of Trustees shall for any reason exist, the vacancy shall be filled by the affirmative vote of a majority of the remaining Trustees, subject to certain restrictions under the 1940 Act. Those Trustees who are "interested persons" (as defined in the 1940 Act) by virtue of their affiliation with either the Trust or the Adviser, are indicated in the table. The address of each trustee and officer is 4300 Shawnee Mission Parkway, Suite 100, Fairway, KS 66205.

Name, Address and Year of Birth ("YOB")	Position(s) Held with Trust	Length of Service	Principal Occupation(s) During Past 5 Years	Number of Series Overseen	Other Directorships During Past 5 Years
<b>Independent Trustees</b>					
Tom M. Wirtshafter YOB : 1954	Trustee	Since 2011	Senior Vice President, American Portfolios Financial Services, (broker-dealer), American Portfolios Advisors (investment Advisor) (2009–Present).	Seven	None
Steven D. Poppen YOB : 1968	Trustee	Since 2018	Executive Vice President and Chief Business Administration Officer, Minnesota Vikings (professional sports organization) (1999–present); Executive Vice President and Chief Financial Officer, MV Ventures, LLC (real estate developer) (2016–present)	Seven	IDX Funds (2015–2021); FNEX Ventures (2018–2020)
Thomas J. Schmidt YOB: 1963	Trustee and Independent Chairman	Since 2018 Since 2022	Principal, Tom Schmidt & Associates Consulting, LLC (2015–Present)	Seven	Lind Capital Partners Municipal Credit Income Fund (2021–present); FNEX Ventures (2018–2020)
<b>Interested Trustee*</b>					
Randall K. Linscott YOB: 1971	President	Since 2013	Chief Executive Officer, M3Sixty Administration, LLC (2013–present)	Seven	IDX Funds (2015 - 2021)

\* The Interested Trustee is an Interested Trustee because he is an officer and principal owner of the Administrator.

**ADDITIONAL INFORMATION**  
**September 30, 2023 (Unaudited)**

**BOARD OF TRUSTEES, OFFICERS AND PRINCIPAL SHAREHOLDERS - (Unaudited) (continued)**

Name, Address and Year of Birth (“YOB”)	Position(s) Held with Trust	Length of Service	Principal Occupation(s) During Past 5 Years	Number of Series Overseen	Other Directorships During Past 5 Years
<b>Officers</b>					
Richard Yates YOB: 1965	Chief Compliance Officer and Secretary	Since 2021	Of Counsel, McElroy Deutsch (2020–present); Head of Compliance, M3Sixty Administration, LLC (2021–present); Chief Compliance Officer and Secretary, IDX Funds (2021–2022); Founder, The Yates Law Firm (2018–2020); Chief Legal Officer, Manning & Napier, Inc. (2000–2018).	N/A	N/A
Larry E. Beaver, Jr. YOB: 1969	Treasurer	Since 2021	Head of Operations, M3Sixty Administration, LLC (2021-present); Fund Accounting, Administration and Tax Officer, M3Sixty Administration, LLC (2017–2021); Assistant Treasurer, 360 Funds Trust (2017-2021); Chief Accounting Officer, Amidex Funds, Inc. (2003-2020); Assistant Treasurer, Capital Management Investment Trust (2017-2018); Assistant Treasurer, IDX Funds (2017-2021); Assistant Treasurer, WP Funds Trust (2017-2021).	N/A	N/A
Tony DeMarino YOB: 1970	Anti-Money Laundering (“AML”) Officer	Since 2022	Principal Executive Officer, M3Sixty Distributors, LLC (2022–present); Partner, Primark Capital (2020–2022); Head of Distribution, Cognios Capital, LLC (2016–2020).	N/A	N/A

## ADDITIONAL INFORMATION

September 30, 2023 (Unaudited)

## BOARD OF TRUSTEES, OFFICERS AND PRINCIPAL SHAREHOLDERS - (Unaudited) (continued)

**Remuneration Paid to Trustees and Officers** - Officers of the Trust and Trustees who are “interested persons” of the Trust or the Adviser will receive no salary or fees from the Trust. Officers of the Trust and interested Trustees do receive compensation directly from certain service providers to the Trust, including M3Sixty Distributors, LLC and M3Sixty Administration, LLC. Each Trustee who is not an “interested person” (an “Independent Trustee”) receives a \$5,000 annual retainer (paid quarterly). In addition, each Independent Trustee receives, on a per fund basis: (i) a fee of \$1,500 per fund each year (paid quarterly); (ii) a fee of \$200 per Board meeting attended; and (iii) a fee of \$200 per committee meeting attended. The Trust will also reimburse each Trustee for travel and other expenses incurred in connection with, and/or related to, the performance of their obligations as a Trustee. Officers of the Trust will also be reimbursed for travel and other expenses relating to their attendance at Board meetings.

Name of Trustee <sup>1</sup>	Aggregate Compensation From the Funds <sup>2</sup>	Pension or Retirement Benefits Accrued As Part of Portfolio Expenses	Estimated Annual Benefits Upon Retirement	Total Compensation From the Funds Paid to Trustees <sup>2</sup>
<b>Independent Trustees</b>				
Arthur Q. Falk <sup>(3)</sup>	\$ 3,933	None	None	\$ 3,933
Tom M. Wirtshafter	\$ 7,067	None	None	\$ 7,067
Steven D. Poppen	\$ 7,067	None	None	\$ 7,067
Thomas J. Schmidt	\$ 7,067	None	None	\$ 7,067
<b>Interested Trustees and Officers</b>				
Randall K. Linscott	None	Not Applicable	Not Applicable	None

<sup>1</sup> Each of the Trustees serves as a Trustee to each Series of the Trust. The Trust currently offers seven (7) series of shares.

<sup>2</sup> Figures are for the year ended September 30, 2023.

<sup>3</sup> Arthur Q. Falk retired as Trustee effective January 24, 2023.

**Information About Your Funds’ Expenses – (Unaudited)**

As a shareholder of the Funds, you incur ongoing costs, including management fees and other Fund expenses. The example below is intended to help you understand your ongoing costs (in dollars) of investing in the Funds 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 indicated below.

**Actual Expenses** – The first section of the table provides information about actual account values and actual expenses (relating to the example \$1,000 investment made at the beginning of the period). You may use the information in this section, 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 first section 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 second section of the table provides information about the hypothetical account values and hypothetical expenses based on the Funds’ actual expense ratios and an assumed rate of return of 5% per year before expenses, which is not the Funds’ actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Funds to other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

**Expenses and Value of a \$1,000 Investment for the period from 04/01/23 through 09/30/23**

<b>Global Fund:</b>	<b>Beginning Account Value (04/01/2023)</b>	<b>Annualized Expense Ratio for the Period</b>	<b>Ending Account Value (09/30/2023)</b>	<b>Expenses Paid During Period <sup>(a)</sup></b>
<b>Actual Fund Return (in parentheses)</b>				
Institutional Class (-1.46%)	\$ 1,000.00	1.49%	\$ 985.40	\$ 7.42
<b>Hypothetical 5% Return</b>				
Institutional Class	\$ 1,000.00	1.49%	\$ 1,017.60	\$ 7.54

**Expenses and Value of a \$1,000 Investment for the period from 04/01/23 through 09/30/23**

<b>Income Fund:</b>	<b>Beginning Account Value (04/01/2023)</b>	<b>Annualized Expense Ratio for the Period</b>	<b>Ending Account Value (09/30/2023)</b>	<b>Expenses Paid During Period <sup>(a)</sup></b>
<b>Actual Fund Return (in parentheses)</b>				
Institutional Class (-0.93%)	\$ 1,000.00	1.70%	\$ 990.70	\$ 8.48
<b>Hypothetical 5% Return</b>				
Institutional Class	\$ 1,000.00	1.70%	\$ 1,016.50	\$ 8.59

(a) Expenses are equal to the Funds’ annualized expense ratios, multiplied by the average account value over the period, multiplied by 183/365 to reflect the one-half year period.

**Information About Your Funds' Expenses – (Unaudited) (continued)**

For more information on Fund expenses, please refer to the Funds' prospectus, which can be obtained from your investment representative or by calling 1-877-244-6235. Please read them carefully before you invest or send money.

Total operating expense ratios as stated in the current prospectus dated January 27, 2023 were as follows:

Timber Point Global Allocations Fund Institutional Class, gross of fee waivers or expense reimbursements	2.56%
Timber Point Global Allocations Fund Institutional Class, after waiver and reimbursement*	2.21%
Timber Point Alternative Income Fund Institutional Class, gross of fee waivers or expense reimbursements	2.60%
Timber Point Alternative Income Fund Institutional Class, after waiver and reimbursement*	2.00%

\* Pursuant to an operating expense limitation agreement between the Adviser and the Funds, the Adviser has agreed to waive or reduce its fees and to assume other expenses of the Funds, if necessary, in an amount that limits "Total Annual Fund Operating Expenses" (exclusive of interest, expenses incurred under a plan of distribution adopted pursuant to Rule 12b-1 under the 1940 Act, taxes, acquired fund fees and expenses, brokerage commissions, dividend expenses on short sales and other expenditures which are capitalized in accordance with generally accepted accounting principles and other extraordinary expenses not incurred in the ordinary course of such Fund's business) to not more than 1.60% of the average daily net assets of the Global Fund and 1.70% of the average daily net assets of the Income Fund through January 31, 2024. This operating expense limitation agreement can be terminated only by, or with the consent of, the Board of Trustees. Each waiver or reimbursement of an expense by the Adviser is subject to repayment by the Funds within three years from the date of the waiver or reimbursement, provided that the Funds are able to make the repayment without exceeding the expense limitation in place at the time of the waiver or reimbursement and at the time of the recoupment. Total Gross Operating Expenses during the year ended September 30, 2023 were 2.32% and 2.40% for the Global Fund's and Income Fund's Institutional Class shares, respectively. Please see the Information About Your Fund's Expenses, the Financial Highlights and Notes to Financial Statements (Note 7) sections of this report for expense related disclosures during the year ended September 30, 2023.

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September 30, 2023 (Unaudited)

**Renewal of the Investment Advisory Agreement - (Unaudited)**

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At a meeting held on April 25, 2023, the Board considered the renewal of the Advisory Agreement between the Trust, on behalf of the Funds, and the Adviser. Legal counsel ("Counsel") noted that the 1940 Act requires the approval of an investment advisory agreement with the Trust by a majority of the Independent Trustees.

Counsel reviewed with the Board a memorandum from Counsel and addressed to the Trustees that summarized, among other things, the fiduciary duties and responsibilities of the Board in reviewing and approving the renewal of the Advisory Agreement between the Trust and the Adviser. A copy of this memorandum was circulated to the Trustees in advance of the Meeting and contained in the Meeting Materials. Counsel discussed with the Trustees the types of information and factors that should be considered by the Board to make an informed decision regarding the approval of the continuation of the Advisory Agreement, including the following material factors: (i) the nature, extent, and quality of the services provided by the Adviser; (ii) the investment performance of the Funds; (iii) the costs of the services provided and profits realized by the Adviser from the relationship with the Funds; (iv) the extent to which economies of scale would be realized if the Funds grow and whether advisory fee levels reflect those economies of scale for the benefit of the Funds' investors; and (v) the Adviser's practices regarding possible conflicts of interest.

In assessing these factors and reaching its decisions, the Board took into consideration information furnished for the Board's review and consideration throughout the year at regular Board meetings, as well as information prepared or presented in connection with the annual renewal process, including information submitted to the Board in the Adviser's presentation earlier in the Meeting. The Board requested and was provided with information and reports relevant to the annual renewal of the Advisory Agreement, including: (i) reports regarding the services and support provided to the Funds and their shareholders by the Adviser; (ii) quarterly assessments of the investment performance of the Funds from the Adviser; (iii) periodic commentary on the reasons for the performance; (iv) presentations by the Funds' management addressing the Adviser's investment philosophy, investment strategy, personnel, and operations; (v) compliance and audit reports concerning the Funds and the Adviser; (vi) disclosure information contained in the registration statement of the Trust; and (vii) a memorandum from Counsel that summarized the fiduciary duties and responsibilities of the Board in reviewing and approving the Advisory Agreement, including the material factors set forth above and the types of information included in each factor that should be considered by the Board to make an informed decision.

The Board also requested and received various informational materials including, without limitation: (i) documents containing information about the Adviser, including financial information, a description of personnel and the services provided to the Funds, information on investment advice, performance, summaries of the Funds' expenses, compliance program, current legal matters, and other general information; (ii) comparative expense and performance information for other mutual funds with strategies similar to the Funds; and (iii) benefits to be realized by the Adviser from its relationship with the Funds. The Board did not identify any information that was most relevant to its consideration to approve the Advisory Agreement, and each Trustee may have afforded different weights to the various factors.

- (1) The nature, extent, and quality of the services provided by the Adviser.

The Board considered the responsibilities the Adviser has under the Advisory Agreement for the Funds. The Board reviewed the services provided by the Adviser to the Funds including, without limitation: its processes for formulating investment recommendations and assuring compliance with the Funds' investment objectives and limitations; its coordination of services for the Funds among the Funds' service providers; and its efforts to promote the Funds, grow assets and assist in the distribution of the Funds' shares. The Board considered the Adviser's operations; the education and experience of the Adviser's staff; and the Adviser's compliance program, policies, and procedures. The Board recognized that the Adviser was considering strategic changes that could improve the operations and growth of the Funds. The Board also considered the Adviser's results of its most recent SEC examination, and the Trust CCO's and the Adviser's representation that so far there were no material outcomes from the examination affecting the Funds. After reviewing the preceding and further information from the Adviser, the Board concluded that the nature, extent, and quality of the services provided by was satisfactory and adequate for the Funds.

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September 30, 2023 (Unaudited)

**Renewal of the Investment Advisory Agreement - (Unaudited) (continued)**

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(2) Investment Performance of the Funds and the Adviser.

The Trustees compared the short- and long-term performance of each of the Funds with the performance of its benchmark index, or indices, as applicable, comparable funds with similar objectives and size managed by other investment advisers, and peer group indices (e.g., Morningstar category averages). The Trustees also considered the consistency of the Adviser's management of the Funds with their investment objective and policies.

The Board considered the peer, benchmark, and category performance of the Global Fund and the Income Fund over various time periods, each ending March 31, 2023. The Board noted that the Global Fund underperformed its benchmark and peer group during the one-, three-, five- and ten-year periods. For the Income Fund, the Board noted that the Fund underperformed its benchmark and peer group for the one- and three-year periods, but it had outperformed its benchmark and peer group for the year to date. The Board considered the Adviser's discussion of its recent and longer-term performance and noted that for the Global Fund, the Adviser's performance had improved for the year-to-date. Based on the preceding, the Board concluded that the investment performance information presented for the Funds was satisfactory.

(3) The costs of the services provided and profits realized by the Adviser from the relationship with the Funds.

The Trustees considered: the Adviser's staffing, personnel, and methods of operating; the financial condition of the Adviser and its level of commitment to the Funds; the asset levels of the Funds; and the overall expenses of the Funds. The Trustees considered the financial statements of the Adviser and the financial stability and productivity of the firm. The Board considered the Adviser's strategic plans to manage costs related to its operations. The Trustees considered the fees and expenses of the Funds (including the management fee) relative to their peer groups as of March 31, 2023. The Trustees noted that the management fee and net expense ratio for the Income Fund was above the category average and median but within a reasonable range for the category. For the Global Fund, the Board noted that the management fee was equal to the category median and above the category average; the Board further noted that its net expense ratio was above the category average and median, but within a reasonable range for the category.

The Trustees also noted that each Fund's net expense ratio was above the peer group average and median. The Trustees recognized that the Funds were smaller than most of their peers, which affects the net expense ratio of the Funds. The Trustees noted that the Adviser has entered into an expense limitation agreement according to which the Adviser has agreed to waive or reduce its fees and to assume other expenses of the Funds, if necessary, to limit each Fund's annual operating expenses (with industry-standard exceptions) through January 31, 2024. The Trustees also considered the fees assessed to the Adviser's clients with separate accounts that were managed by the Adviser with strategies similar to the Funds and observed that the fees for such clients were generally lower than those assessed to the Funds – in this regard, the Trustees considered the Adviser's representation that the Funds' fees are higher, in general, due to the administrative and compliance burdens associated with the management of mutual funds. The Board also noted that the Adviser waives most of its management fee to maintain the Funds' net expense ratios, and that currently the Adviser does not realize any profit for its management of the Funds. Following this analysis and upon further consideration and discussion of the preceding, the Board concluded that the fees paid to the Adviser by each of the Funds were fair and reasonable.



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September 30, 2023 (Unaudited)

**Renewal of the Investment Advisory Agreement - (Unaudited) (continued)**

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- (4) The extent to which economies of scale would be realized if the Funds grow and whether advisory fee levels reflect these economies of scale for the benefit of the Funds' investors.

The Board considered the Funds' fee arrangements with the Adviser. The Trustees determined that although the management fee would stay the same as asset levels increased, the shareholders of the Funds would benefit from the expense limitation arrangement for each of the Funds. The Trustees noted that while a breakpoint schedule in an advisory agreement would be beneficial, such a feature only had benefits if the Funds' assets were enough to realize the effect of the breakpoint. The Trustees noted that lower expenses for the Funds' shareholders are realized immediately with the expense limitation arrangements with the Adviser. The Trustees noted that the Funds' assets were at such levels that the expense limitation arrangements were currently providing benefits to the Funds' shareholders. The Trustees also noted that the Funds would benefit from economies of scale under their agreements with some of their service providers other than the Adviser as fees that were in place with those other service providers were either fixed or essentially semi-fixed. Following further discussion of the Funds' asset levels, expectations for growth and levels of fees, the Board determined that the Funds' fee arrangements, considering all the facts and circumstances, were fair and reasonable and that the expense limitation arrangement provided savings and protection for the benefit of the Funds' investors.

- (5) Possible conflicts of interest and benefits derived by the Adviser.

The Trustees evaluated the potential for conflicts of interest and considered such matters as: the experience and ability of the advisory and compliance personnel assigned to the Funds; the fact that the Adviser does not utilize soft dollars; the basis of decisions to buy or sell securities for the Funds; and the substance and administration of the Adviser's code of ethics. Based on the preceding, the Board determined that the Adviser's standards and practices relating to the identification and mitigation of conflicts of interest were satisfactory. The Adviser indicated that the ability to place investors in the Funds, who did not meet the Adviser's minimum separate account size, was an indirect benefit to the Adviser.

After considering the Funds' recent performance, their current asset levels and expense ratios, and the Adviser's current profitability, the Board decided to renew the Advisory Agreement for another six months, at which time it would evaluate some of the Adviser's strategic alternatives for the Funds.

**360 FUNDS**

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Fairway, KS 66205

**INVESTMENT ADVISER**

Timber Point Capital Management, LLC  
555 Pleasantville Road  
Suite N202  
Briarcliff Manor, NY 10510

**ADMINISTRATOR & TRANSFER AGENT**

M3Sixty Administration, LLC  
4300 Shawnee Mission Pkwy  
Suite 100  
Fairway, KS 66205

**DISTRIBUTOR**

M3Sixty Distributors, LLC  
4300 Shawnee Mission Pkwy  
Suite 100  
Fairway, KS 66205

**INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

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1835 Market Street  
3<sup>rd</sup> Floor, Suite 310  
Philadelphia, PA 19103

**LEGAL COUNSEL**

FinTech Law, LLC  
6224 Turpin Hills Dr.  
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**CUSTODIAN BANK**

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Fifth Third Center  
38 Fountain Square Plaza  
Cincinnati, OH 45263