

# **RECURRENT**

## INVESTMENT ADVISORS

Semi-Annual Report  
April 30, 2022

### **Recurrent MLP & Infrastructure Fund** Class I Shares (RMLPX)

1-833-RECURRENT  
(1-833-732-8773)  
[www.recurrentadvisors.com](http://www.recurrentadvisors.com)

**Distributed by Northern Lights Distributors, LLC**  
**Member FINRA**

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This report and the financial statements contained herein are submitted for the general information of shareholders and are not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus, which contains information about the Fund's investment objective, risks, fees and expenses. Investors are reminded to read the prospectus carefully before investing in the Fund.



# Recurrent MLP & Infrastructure Fund

Fiscal H1 2022 Report *(6 months ended April 30, 2022)*

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PORTFOLIO MANAGER PERSPECTIVE ON PERFORMANCE AND  
BUSINESS TRENDS IMPACTING THE RECURRENT MLP &  
INFRASTRUCTURE FUND (RMLPX) FOR FISCAL H1 2022

## Recurrent MLP & Infrastructure Fund – Fiscal H1 2022 at a glance

Before we discuss the performance of the Recurrent MLP & Infrastructure Fund (“RMLPX” or the “Fund”), we want to thank all of our clients – current and prospective – for their trust and support. It is thanks to your confidence that RMLPX has grown from \$221mm to \$344mm (as of May 31, 2022) since October 31, 2021, the end of our last fiscal year.

In the first half of fiscal 2022, RMLPX has continued to enjoy the benefits of strong demand for oil and gas products combined with persistent underinvestment in commodity production and commodity-related infrastructure – a trend which began before COVID. Furthermore, concerns around energy insecurity stemming from the Russian invasion of Ukraine have served as a powerful reminder of the strategic value of energy-related assets. We mentioned in our October 2021 report that we believed the post-COVID inflationary signals seen in FY 2021 represented the beginning of a multi-year recovery in the sectors where we invest, including energy and infrastructure assets, and we remain convicted in that view.

Recent geopolitical headlines have served as a powerful reminder of the value of energy security and the strategic necessity of maintaining flexible and responsive energy infrastructure. That said, as investors in midstream and energy infrastructure assets, we are more focused on company-level improvements witnessed across the sectors where we invest. The credit quality of energy companies continues to improve as record cash flows meet persistent low levels of capital reinvestment. Encouragingly, in the 6 months ended April 30, 2022, we have seen a continued and accelerating increase in dividend payouts and stock buybacks across our investment universe (and even moreso in our portfolio), with many management teams guiding to higher payouts again in FY 2022.

As a result, we find ourselves looking into the remainder of fiscal and calendar 2022, with a well-researched belief that energy infrastructure and midstream companies will generate greater levels of free cash flow (FCF) than they did in 2021, and this upward trend should increase in the next several quarters, at least. We expect to see continued announcements of higher dividend payouts and increased buybacks, which we believe will support equity valuations and benefit the companies held in RMLPX.

During the first half of fiscal 2022 (from November 1, 2021 through April 30, 2022), RMLPX generated a +22.16% total return, outperforming the +13.70% return of the Alerian MLP Index (AMZ) by +8.46%. From the Fund’s November 2, 2017 inception date through October 31, 2021, RMLPX has returned +32.79% (+6.52% on an annualized basis), exceeding the AMZ’s +14.85% total return by +17.93%, and exceeding the AMZ’s +3.13% annualized return by +3.39%.

**The performance data quoted here represents past performance. For performance data current to the most recent month end, please call (833)-RECURRENT. Current performance may be lower or higher than the performance data quoted above. Past performance is no guarantee of future results. The investment return and principal value of an investment in the Fund will fluctuate so that investors’ shares, when redeemed, may be worth more or less than their original cost. Per the fee table in the Fund’s March 1, 2022 prospectus, total Annual Operating Expenses are 1.25% for RMLPX. The Adviser has agreed to cap total fund expenses for the fund (excluding certain expenses) at 1.25% through at least March 1, 2023.**

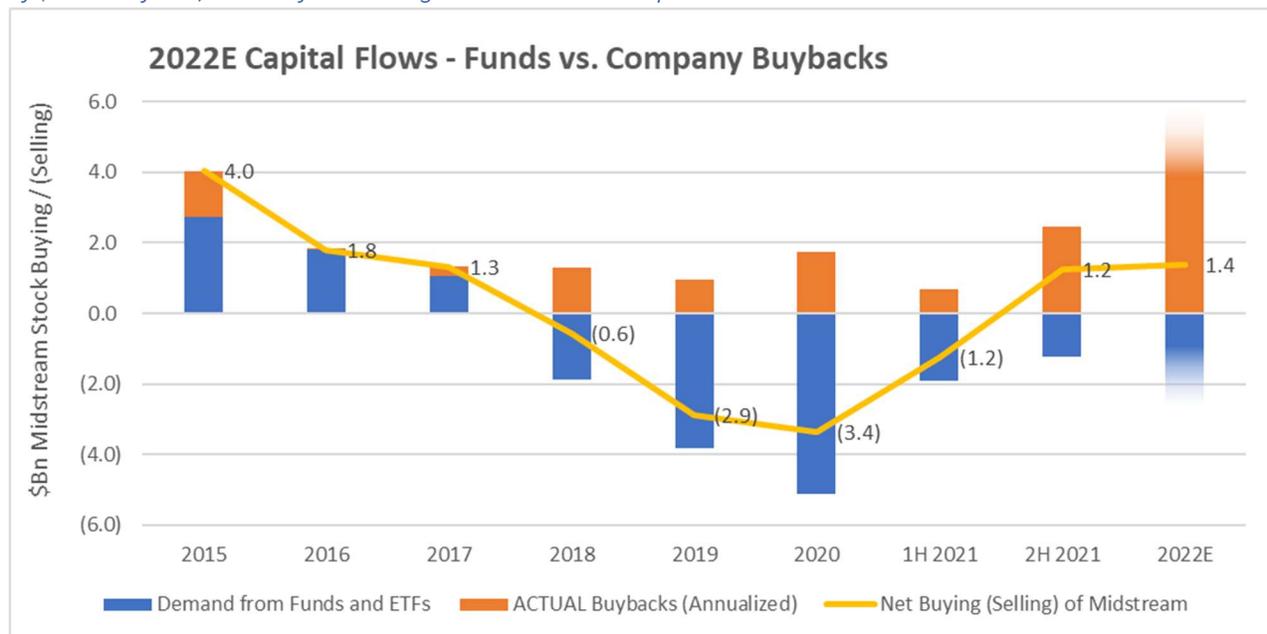
## Recurrent MLP & Infrastructure Fund – Market Outlook

In our annual letter for the fiscal year ended October 31, 2021, we discussed the historically positive relationship between energy infrastructure stock performance and rising rates of inflation. We also detailed the dramatic improvement in company-level financial health, from free cash flow (FCF) generation to earnings outperformance (compared with Wall Street estimates), and the resulting debt reduction. Below, we will further explore the impact of improving financial health, which is now driving increased dividends and buybacks.

### Between fund flows and company buybacks, money flows through April 2022 has been better than our projections

Given the expanding FCF wedge for midstream companies, driven by rising cash flow and flat or falling capital expenditure budgets, we have spent time over the last 24 months forecasting a significant inflection in actual cash returns from midstream companies to investors, in the form of dividends and buybacks. Midstream equities have historically offered a meaningful dividend yield, and sure enough, we’ve seen the dividend growth rate accelerate since we highlighted this trend last year. Buybacks, however, are a relatively new tool for midstream companies, arguably better-suited to address the midstream sector’s discounted valuations since 2020.

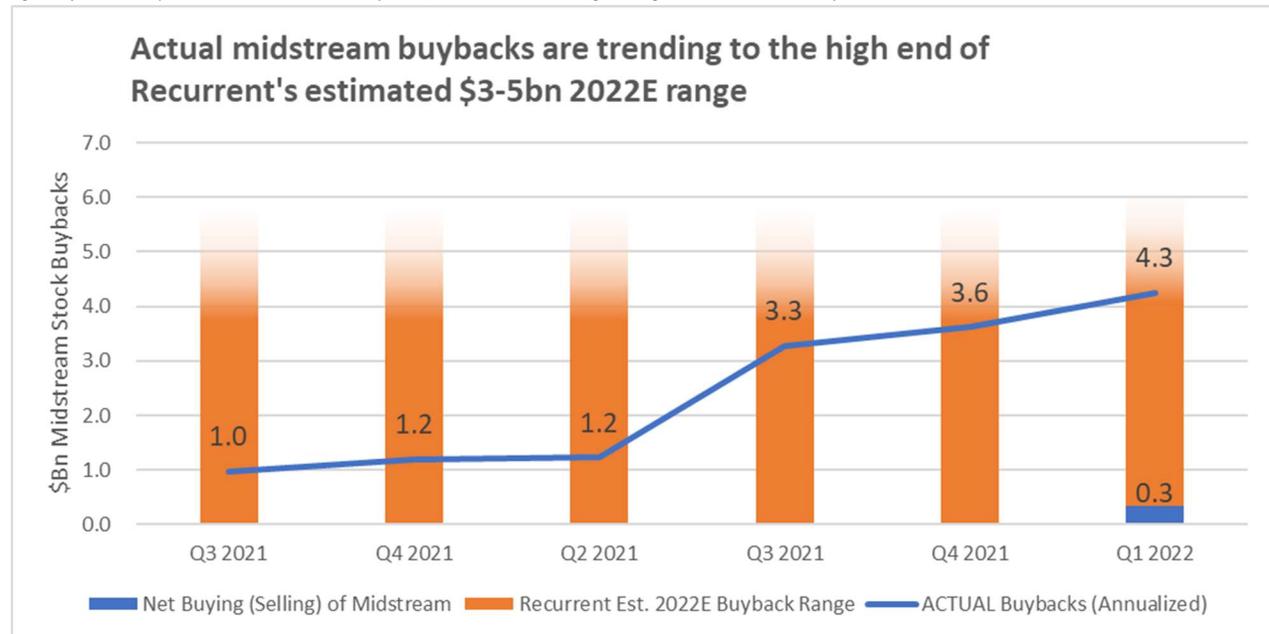
*Exhibit 1: our forecast of buybacks envisions \$5bn of 2022E buybacks – more than offsetting our expectation of \$1-2bn of ETF/mutual fund selling in the midstream space*



Source: Recurrent research, Bloomberg data. Forecast as of April 30, 2022.

**For illustrative purposes only. All investments involve risks, including possible loss of principal. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. The forecasts and/or opinions may not come to pass and are subject to change.**

Exhibit 2: As of Q1 2022 result announcements in April-May 2022, midstream companies completed >\$1.1bn of buybacks (\$4.3bn annualized)... Q1 ETF/mutual fund flows were net positive



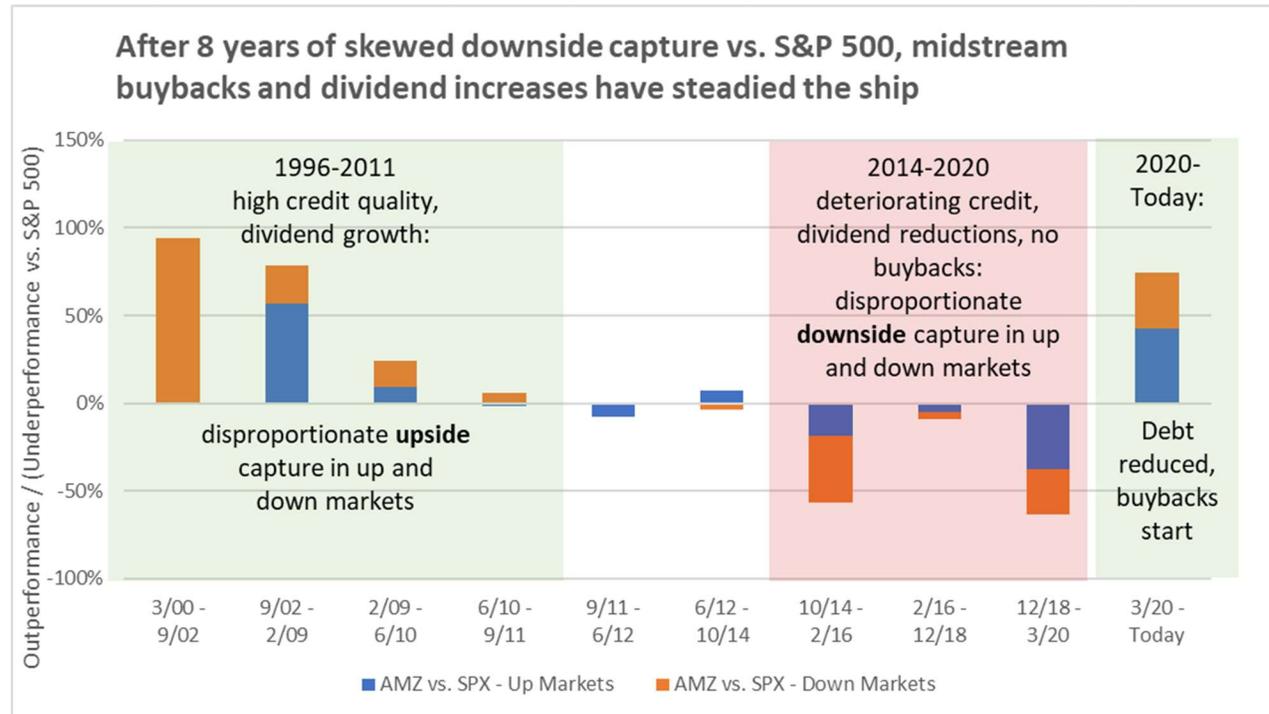
Source: Recurrent research, Bloomberg data

We return to a common question – do buybacks matter? It’s getting harder to say no

While academic debates have raged for years about the efficacy of buybacks. Certainly, there is an argument to be made that cyclical sectors like energy and energy infrastructure are especially at risk of falling into the “buyback trap” - buying stock at high valuations, when flush with cash, and being forced to issue capital at low valuations, when the earnings cycle is nearing a bottom.

A definitive answer is impossible, but today, midstream (and energy) buybacks are almost certainly working. As shown below in Exhibit 3, upside capture and downside protection (measured as AMZ vs. S&P 500 performance) has improved dramatically as balance sheet repair has been completed and shifted to buybacks (and dividend increases).

Exhibit 3: buybacks are at least one explanation for the return of uncorrelated midstream outperformance



Source: Recurrent research, Bloomberg data

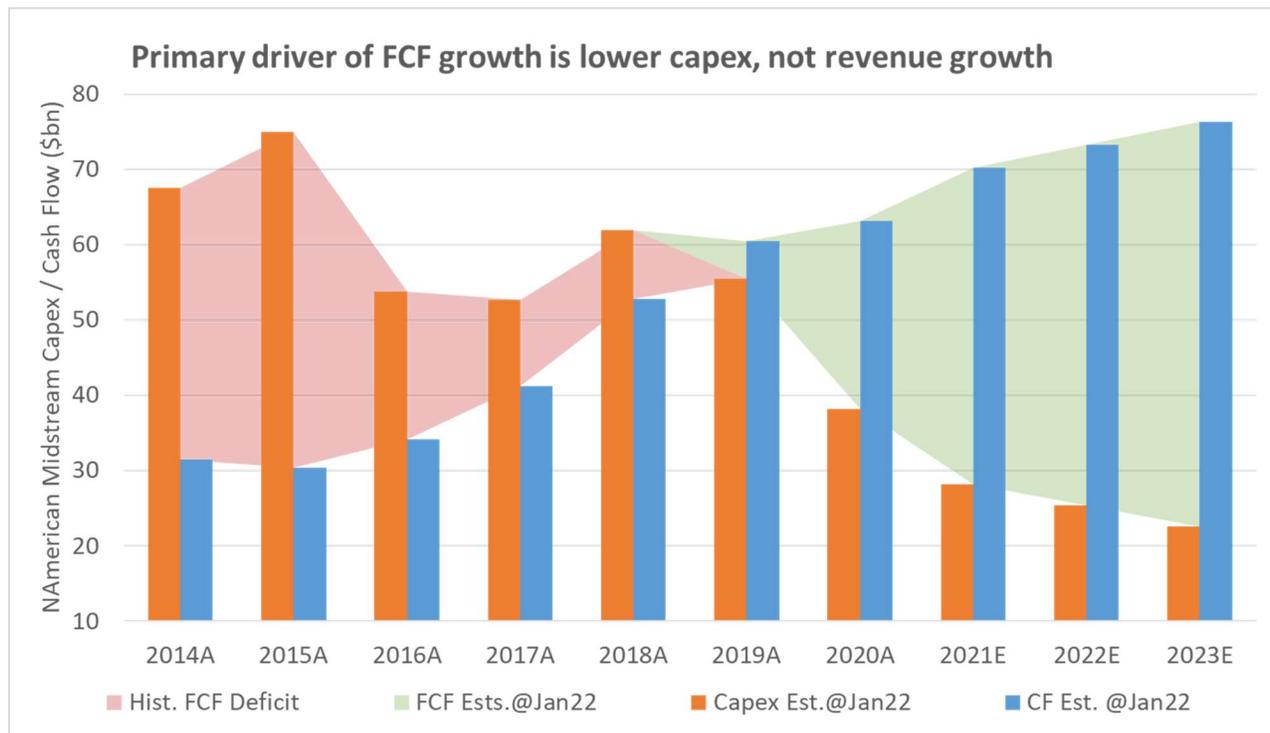
The referenced indices are shown for general market comparison and are not meant to represent the fund. Investors cannot invest directly in an index. The indices shown are for informational purposes only and are not reflective of any investment. As it is not possible to invest in the indices, the data shown does not reflect or compare features of an actual investment, such as its objectives, costs and expenses, liquidity, safety, guarantees or insurance, fluctuation of principal or return, or tax features. Past performance is no guarantee of future results.

The argument against buybacks is also undercut by the uniqueness of today's market: ESG concerns and negative sentiment have likely contributed to below-average valuations even as profitability is rapidly approaching all-time highs, so there is an opportunity for companies to buy ostensibly cheap stock despite record cash flow. For the last several years, the midstream energy investor base has shrunk – and today, buybacks are filling the void left by these departing investors. Until we see a meaningful expansion of the energy investor base reflected in net money flows, we say to midstream companies, buyback away!

## As rates rise, a reduction of capital employed could provide further tailwinds

Fundamental and financial strength is translating into improved stock performance for midstream energy infrastructure, as shown in the exhibits above. What gives us confidence that this trend will continue? We will leave you with a well-worn chart that we've shown dozens if not hundreds of times to our investors and audiences over the last 3-4 years showing Wall Street estimates of free cash flow (FCF) for the midstream industry.

Importantly, the vast majority of FCF generation comes from falling capex, not rising revenue. Why is this so important? While revenue growth is partially derived from commodity prices, capex is 100% a product of company allocation policies. In other words, FCF driven by capex reductions can be sustained by company-level decision making in a way that FCF from higher revenue cannot.



Source: Recurrent research, Bloomberg data

Once again, thank you to all of our investors who have supported us and placed their confidence in us. As we ourselves are also significant owners in the fund, we are excited to see what we believe will be a continued increase in cash returns from the investments in the RMLPX portfolio.

Best regards,

Brad Olsen and Mark Laskin

Co-Founders and Portfolio Managers

Recurrent Investment Advisors (Advisor of the Recurrent MLP & Infrastructure Fund)

**The views in this report are those of the Fund's management. This report contains certain forward-looking statements about factors that may affect the performance of the Fund in the future. These statements are based on the Fund's management's predictions and expectations concerning certain future events such as the performance**

**of the economy as a whole and of specific industry sectors. Management believes these forward-looking statements are reasonable, although they are inherently uncertain and difficult to predict.**

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Investments cannot be made in an index. Unmanaged index returns do not reflect any fees, expenses or sales charges. Past performance is no guarantee of future results and the index performance shown is not indicative of the performance of the Fund.

Alerian MLP Index - is a composite of the 50 most prominent energy master limited partnerships calculated by Standard & Poor's using a float-adjusted market capitalization methodology.

S&P 500 Index is an unmanaged composite of 500 large capitalization companies. This index is widely used by professional investors as a performance benchmark for large-cap stocks

S&P North American Natural Resources Index - seeks investment results that correspond generally to the price and yield performance, before fees and expenses, of U.S.-traded natural resource-related companies, including oil and gas production, transportation, refining, materials, and mining.

EBITDA- Earnings before interest, taxes, depreciation and amortization. EBITDA is a non-GAAP metric, typically used as a measure of a company's operating cash flow, excluding changes in working capital.

EV/IC vs. ROIC- Enterprise Value / Invested Capital vs. Return on Invested Capital. Compares a company's market value (EV) vs. the book value of its capital (IC).

**Investors should carefully consider the investment objectives, risks, charges and expenses of the Fund. This and other important information about the Fund is contained in the prospectus, which can be obtained by calling 832-241-5900. The prospectus should be read carefully before investing. The Fund is distributed by Northern Lights Distributors, LLC, member FINRA/SIPC. Recurrent Investment Advisors is not affiliated with Northern Lights Distributors, LLC.**

**Important Risk Disclosure (RMLPX)**

Mutual Funds involve risk including the potential loss of principal. Higher turnover and frequent trading may result in higher costs. Cash available for distribution by MLP's may vary and could be affected by the entity's operations, including capital expenditures, operating, acquisition, construction, exploration and borrowing costs, reducing the amount of cash an MLP has available for distribution. The Fund may focus on one or more industries, sectors or geographic regions of the economy and the value of an investment may fluctuate more widely than if it were diversified. Tax risks associated with the Fund include fund structure risk, MLP tax risk, and tax estimation/NAV risk. Cyber-attacks or failures affecting the Fund or service providers may adversely impact the Fund or its shareholders.

The Fund invests primarily in the energy sector and infrastructure industry and is susceptible to adverse economic, environmental, and regulatory concerns. Additional risks include acquisition, catastrophic event, commodity price, depletion, natural resource, supply/demand and weather risk. The purchase of IPO shares may involve high transaction cost, market and liquidity risks. The investment strategies employed by the Advisor may not result in an increase in value or performance. Overall equity market risk may affect the value of individual instruments in which the Fund invests. Holders of MLP's have limited control and voting rights, additionally, there are certain tax risks and conflicts of interest between holders of MLP's and the general partner. (5506-NLD-06022022)

**Recurrent MLP & Infrastructure Fund**  
**PORTFOLIO REVIEW (Unaudited)**  
**April 30, 2022**

The Fund's performance figures\* for the periods ended April 30, 2022, compared to its benchmarks:

	Six Months	One Year	Annualized	
			Three Year	Since Inception (a)
Recurrent MLP & Infrastructure Fund - Class I	22.16%	43.18%	7.76%	6.52%
Alerian MLP Index (Total Return)**	13.70%	27.33%	3.13%	3.13%

(a) Inception date is November 2, 2017.

\* The performance data quoted is historical. Past performance is no guarantee of future results. Current performance may be higher or lower than the performance data quoted. The principal value and investment return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. Total returns for periods of less than one year are not annualized. Total returns would have been lower absent the advisor fee waiver. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or on the redemptions of Fund shares. The Advisor has contractually agreed to waive fees and/or reimburse expenses to the Fund until at least March 1, 2023 to ensure that the Fund's total annual operating expenses after expense waiver and reimbursement (excluding any front-end or contingent deferred loads; brokerage fees and commissions; acquired fund fees and expenses; borrowing costs such as interest and dividend expenses on securities sold short, taxes; and extraordinary expenses, such as litigation expenses) will not exceed 1.25% of average daily net assets attributable to Class I shares. This agreement may be terminated by the Fund's Board of Trustees on 60 days' written notice to the Advisor. The Fund's total annual fund operating expense ratio, gross of fee waivers or expense reimbursements is 1.25% for Class I shares per the fee table in the Fund's March 1, 2022 Prospectus. These fee waivers and expense reimbursements are subject to possible recoupment from the Fund in future years on a rolling three year basis (within three years after the fees have been waived or reimbursed) if such recoupment can be achieved within the foregoing expense limits as well as any expense limitation that was in effect at the time the waiver or reimbursement was made. For performance information current to the most recent month-end, please call 1-833-732-8773.

\*\* The Alerian MLP Index (Total Return) is a composite of the 50 most prominent energy master limited partnerships calculated by Standard & Poor's using a float-adjusted market capitalization methodology. Investors cannot invest directly in an index or benchmark. Index returns are gross of any fees, brokerage commissions or other expenses of investing.

<u>Holdings by type of investment</u>	<u>% of Net Assets</u>
Common Stock	74.9%
Master Limited Partnerships	23.3%
Short-Term Investment	1.4%
Other Assets Less Liabilities	0.4%
	<u>100.0%</u>

Please refer to the Portfolio of Investments that follows in this semi-annual report for a detail of the Fund's holdings.

**RECURRENT MLP & INFRASTRUCTURE FUND**  
**SCHEDULE OF INVESTMENTS (Unaudited)**  
**April 30, 2022**

Shares		Fair Value
	<b>COMMON STOCK — 74.9%</b>	
	<b>FOOD - 0.8%</b>	
32,895	Darling Ingredients, Inc. <sup>(a)</sup>	\$ 2,414,164
	<b>OIL &amp; GAS PRODUCERS - 74.1%</b>	
355,605	AltaGas Ltd.	8,132,448
1,493,325	Cenovus Energy, Inc.	27,596,646
73,548	Cheniere Energy, Inc.	9,988,554
159,734	Enbridge, Inc.	6,970,792
542,862	Equitrans Midstream Corporation	4,266,895
261,560	Keyera Corporation	6,488,660
665,364	Kinder Morgan, Inc.	12,076,357
178,694	Marathon Petroleum Corporation	15,592,838
497,435	Pembina Pipeline Corporation	18,827,915
165,606	Phillips 66	14,367,977
1,411,580	Plains GP Holdings, L.P., Class A	15,767,349
404,808	Suncor Energy, Inc.	14,548,800
212,386	Targa Resources Corporation	15,591,256
88,390	TC Energy Corporation	4,675,831
130,450	Valero Energy Corporation	14,542,566
577,671	Viper Energy Partners, L.P.	16,596,488
367,832	Williams Companies, Inc. (The)	12,612,959
		<u>218,644,331</u>
	<b>TOTAL COMMON STOCK (Cost \$134,982,667)</b>	<u>221,058,495</u>
	<b>MASTER LIMITED PARTNERSHIPS — 23.3%</b>	
	<b>METALS &amp; MINING - 2.7%</b>	
438,080	Alliance Resource Partners, L.P.	<u>7,846,013</u>
	<b>OIL &amp; GAS PRODUCERS - 20.6%</b>	
1,791,505	Energy Transfer, L.P.	19,849,876
543,077	Enterprise Products Partners, L.P.	14,071,125
174,343	Magellan Midstream Partners, L.P.	8,446,918
67,627	Sunoco, L.P.	2,828,837

**RECURRENT MLP & INFRASTRUCTURE FUND**  
**SCHEDULE OF INVESTMENTS (Unaudited) (Continued)**  
**April 30, 2022**

<u>Shares</u>		<u>Fair Value</u>
	<b>MASTER LIMITED PARTNERSHIPS — 23.3% (Continued)</b>	
	<b>OIL &amp; GAS PRODUCERS - 20.6% (Continued)</b>	
647,069	Western Midstream Partners, L.P.	\$ 15,652,599
		<u>60,849,355</u>
	<b>TOTAL MASTER LIMITED PARTNERSHIPS (Cost \$53,283,694)</b>	<u>68,695,368</u>
	<b>SHORT-TERM INVESTMENT — 1.4%</b>	
	<b>MONEY MARKET FUND - 1.4%</b>	
4,000,893	First American Government Obligations Fund, Class X, 0.22% (Cost \$4,000,893) <sup>(b)</sup>	4,000,893
		<u>4,000,893</u>
	<b>TOTAL INVESTMENTS - 99.6% (Cost \$192,267,254)</b>	<u>\$ 293,754,756</u>
	<b>OTHER ASSETS IN EXCESS OF LIABILITIES - 0.4%</b>	<u>1,286,553</u>
	<b>NET ASSETS - 100.0%</b>	<u>\$ 295,041,309</u>

LP - Limited Partnership

LTD - Limited Company

<sup>(a)</sup> Non-income producing security.

<sup>(b)</sup> Rate disclosed is the seven day effective yield as of April 30, 2022.

**Recurrent MLP & Infrastructure Fund**  
**STATEMENT OF ASSETS AND LIABILITIES (Unaudited)**  
**April 30, 2022**

**ASSETS**

Investment securities:	
At cost	\$ 192,267,254
At fair value	\$ 293,754,756
Receivable for Fund shares sold	554,979
Interest and dividends receivable	1,556,890
Receivable for securities sold	1,431,954
Prepaid expenses & other assets	67,327
<b>TOTAL ASSETS</b>	<b>297,365,906</b>

**LIABILITIES**

Payable for securities purchased	1,964,776
Advisory fees payable	243,404
Payable for Fund shares redeemed	23,362
Payable to related parties	66,826
Audit and tax fees	18,980
Accrued expenses and other liabilities	7,249
<b>TOTAL LIABILITIES</b>	<b>2,324,597</b>

**NET ASSETS**

**\$ 295,041,309**

**Net Assets Consist Of:**

Paid in capital (\$0 par value, unlimited shares authorized)	\$ 206,045,986
Accumulated earnings	88,995,323

**NET ASSETS**

**\$ 295,041,309**

**Net Asset Value Per Share:**

Class I Shares:

Net Assets	\$ 295,041,309
Shares of beneficial interest outstanding (\$0 par value, unlimited shares authorized)	<b>16,198,431</b>
Net asset value (Net Assets ÷ Shares Outstanding), offering price and redemption price per share	<b>\$ 18.21</b>

**Recurrent MLP & Infrastructure Fund**  
**STATEMENT OF OPERATIONS (Unaudited)**

**For the Six Months Ended April 30, 2022**

**INVESTMENT INCOME**

Dividends (Foreign taxes withheld: \$218,352)	\$	6,210,654
Interest		1,551
<b>TOTAL INVESTMENT INCOME</b>		<b>6,212,205</b>

**EXPENSES**

Investment advisory fees		1,112,952
Administrative services fees		128,748
Transfer agent fees		58,148
Registration fees		28,915
Printing and postage expenses		26,775
Third party administrative services fees		22,705
Audit and tax fees		19,980
Legal fees		18,737
Chief compliance officer fees		15,057
Custodian fees		9,513
Trustees fees and expenses		5,971
Insurance fees		4,100
Other expenses		10,458
<b>TOTAL EXPENSES</b>		<b>1,462,059</b>

Plus: Recapture of fees previously waived by the Advisor		86,210
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<b>NET EXPENSES</b>		<b>1,548,269</b>
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**NET INVESTMENT INCOME**

**4,663,936**

**REALIZED AND UNREALIZED GAIN ON INVESTMENTS**

Net realized gain/(loss) on:

Investments		5,192,781
Foreign currency translations		(2,696)
<b>Total realized gain</b>		<b>5,190,085</b>

Net change in unrealized appreciation/(depreciation) on:

Investments		42,514,687
Foreign currency translations		(4,347)
<b>Total change in unrealized appreciation</b>		<b>42,510,340</b>

**NET REALIZED AND UNREALIZED GAIN  
ON INVESTMENTS**

**47,700,425**

**NET INCREASE IN NET ASSETS**

**RESULTING FROM OPERATIONS**

**\$ 52,364,361**

**Recurrent MLP & Infrastructure Fund**  
**STATEMENTS OF CHANGES IN NET ASSETS**

	Six Months Ended April 30, 2022 (Unaudited)	Year Ended October 31, 2021
<b>FROM OPERATIONS</b>		
Net investment income	\$ 4,663,936	\$ 4,016,976
Net realized gain/(loss) on investments	5,190,085	(126,312)
Net change in unrealized appreciation on investments	42,510,340	83,676,112
Net increase in net assets resulting from operations	<u>52,364,361</u>	<u>87,566,776</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS</b>		
Total distributions paid	(9,873,251)	(2,046,059)
Return of capital	-	(12,696,192)
Net decrease in net assets from distributions to shareholders	<u>(9,873,251)</u>	<u>(14,742,251)</u>
<b>FROM SHARES OF BENEFICIAL INTEREST</b>		
Proceeds from shares sold:	76,966,387	103,531,014
Net asset value of shares issued in reinvestment of distributions:	6,459,757	11,075,644
Payments for shares redeemed:	(52,535,204)	(55,568,586)
Net increase in net assets from shares of beneficial interest	<u>30,890,940</u>	<u>59,038,072</u>
<b>TOTAL INCREASE IN NET ASSETS</b>	<b>73,382,050</b>	<b>131,862,597</b>
<b>NET ASSETS</b>		
Beginning of period	221,659,259	89,796,662
End of period	<u>\$ 295,041,309</u>	<u>\$ 221,659,259</u>
<b>SHARE ACTIVITY</b>		
Shares sold	4,736,245	7,709,304
Shares reinvested	409,638	829,114
Shares redeemed	(3,207,774)	(4,348,686)
Net increase in shares of beneficial interest outstanding	<u>1,938,109</u>	<u>4,189,732</u>

## Recurrent MLP & Infrastructure Fund

### FINANCIAL HIGHLIGHTS

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

	Class I <sup>(1)</sup>				
	For the Six Months Ended April 30, 2022 (Unaudited)	For the Year Ended October 31, 2021	For the Year Ended October 31, 2020	For the Year Ended October 31, 2019	For the Period Ended October 31, 2018
Net asset value, beginning of period	\$ 15.54	\$ 8.92	\$ 17.18	\$ 18.14	\$ 20.00
Activity from investment operations:					
Net investment income (2)	0.31	0.35	0.46	0.58	0.97
Net realized and unrealized gain/(loss) on investments (3)	3.01	7.57	(7.53)	(0.24)	(1.53)
Total from investment operations	3.32	7.92	(7.07)	0.34	(0.56)
Less distributions from:					
Net investment income	(0.65)	(0.18)	(0.07)	(0.25)	-
Return of capital	-	(1.12)	(1.12)	(1.05)	(1.30)
Total distributions	(0.65)	(1.30)	(1.19)	(1.30)	(1.30)
Net asset value, end of period	\$ 18.21	\$ 15.54	\$ 8.92	\$ 17.18	\$ 18.14
Total return (4)	22.09% (9)	91.87%	(42.41)%	1.53%	(3.10)%
Net assets, at end of period (000's)	\$ 295,041	\$ 221,659	\$ 89,797	\$ 54,765	\$ 8,591
Ratio of gross expenses to average net assets (5)	1.18% (10)	1.25%	1.38% (8)	1.75%	7.39% (10)
Ratio of net expenses to average net assets (5)	1.25% (10)(6)	1.25% (6)	1.26% (7,8)	1.25% (7)	1.25% (7,10)
Ratio of net investment income to average net assets	3.77% (10)	2.59%	3.89%	3.13%	4.85% (10)
Portfolio Turnover Rate	7% (11)	22%	32%	52%	116% (11)

(1) The Recurrent MLP & Infrastructure Fund commenced operations on November 2, 2017.

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

(3) Net realized and unrealized gain/(loss) on investments per share are balancing amounts necessary to reconcile the change in net asset value per share for the period, and may not reconcile with aggregate gains/(losses) in the statement of operations due to the share transactions for the period.

(4) Total returns are historical and assume changes in share price and reinvestment of dividends and distributions. Total returns for periods of less than one year are not annualized. Total returns would be lower absent fee waivers.

(5) Does not include the expenses of other investment companies in which the Fund invests, if any.

(6) Represents the ratio of expenses to average net assets inclusive of the Advisor's recapture of waived/reimbursed fees from prior periods.

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

(8) Includes tax expenses. If these expenses were excluded, the ratio of gross expenses to average net assets would be 1.37% and the ratio of net expenses to average net assets would be 1.25%.

(9) Includes adjustments in accordance with accounting principles generally accepted in the United States and, consequently the net asset value 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.

(10) Annualized.

(11) Not annualized.

# **Recurrent MLP & Infrastructure Fund**

## **NOTES TO FINANCIAL STATEMENTS (Unaudited)**

### **April 30, 2022**

#### **1. ORGANIZATION**

Recurrent MLP & Infrastructure Fund (the “Fund”), is a series of shares of beneficial interest of the Two Roads Shared Trust (the “Trust”), a statutory trust organized under the laws of the State of Delaware on June 8, 2012, and is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as a non-diversified, open-end management investment company. The Fund offers Class I shares. The Fund commenced investment operations for Class I shares on November 2, 2017. The Fund’s investment objective is to seek total return including substantial current income from a portfolio of master limited partnerships (“MLPs”) and energy infrastructure investments.

#### **2. SIGNIFICANT ACCOUNTING POLICIES**

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

**Securities Valuation** – Securities listed on an exchange are valued at the last reported sale price at the close of the regular trading session of the exchange on the business day the value is being determined, or in the case of securities listed on NASDAQ at the NASDAQ Official Closing Price. In the absence of a sale, such securities shall be valued at the mean between the current bid and ask prices on the primary exchange on the day of valuation. Short-term debt obligations having 60 days or less remaining until maturity, at the time of purchase, may be valued at amortized cost which approximates fair value.

**Valuation of Underlying Funds** - The Fund may invest in portfolios of open-end or closed-end investment companies (the “Underlying Funds”). The Underlying Funds value securities in their portfolios for which market quotations are readily available at their market values (generally the last reported sale price) and all other securities and assets at their fair value according to the methods established by the board of directors of the Underlying Funds.

Open-end investment companies are valued at their respective net asset values as reported by such investment companies. The shares of many closed-end investment companies, after their initial public offering, frequently trade at a price per share, which is different than the net asset value per share. The difference represents a market premium or market discount of such shares. There can be no assurances that the market discount or market premium on shares of any closed-end investment company purchased by the Fund will not change.

**Master Limited Partnerships (“MLPs”)** - An MLP is an entity receiving partnership taxation treatment under the Internal Revenue Code of 1986, as amended (the “Code”) the partnership interests or “units” of which are traded on securities exchanges like shares of corporate stock. To qualify as an MLP for U.S. federal income tax purposes, an entity must receive at least 90% of its income from qualifying sources such as interest, dividends, income and gain from mineral or natural resources activities, income and gain from the transportation or storage of certain fuels, and, in certain circumstances, income and gain from commodities or futures, forwards and options with respect to commodities. For this purpose, mineral or natural resources activities include exploration, development, production, mining, refining, marketing and transportation (including pipelines) of oil and gas, minerals, geothermal energy, fertilizer, timber or industrial source carbon dioxide.

A typical MLP consists of a general partner and limited partners; however, some entities receiving partnership taxation treatment under the Code are established as limited liability companies (“LLCs”). The general partner of an MLP manages the partnership, has an ownership stake in the partnership and in some cases the general partners are eligible to receive an incentive distribution. The limited partners provide capital to the partnership, receive common units of the partnership, have a limited role in the operation and management of the partnership and are entitled to receive cash distributions with respect to their units. Currently, most MLPs operate in the energy, natural resources and real estate sectors. Due to their partnership structure, MLPs generally do not pay income taxes. Thus, unlike investors in corporate securities, direct MLP investors are generally not subject to double taxation (i.e., corporate level tax and tax on corporate dividends).

# **Recurrent MLP & Infrastructure Fund**

## **NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**

### **April 30, 2022**

The Fund may hold securities, such as private investments, interests in commodity pools, other non-traded securities or temporarily illiquid securities, for which market quotations are not readily available or are determined to be unreliable. These securities will be valued using the “fair value” procedures approved by the Board. The Board has delegated execution of these procedures to a fair value committee composed of one or more representatives from each of the (i) Trust, (ii) administrator, and (iii) advisor. The committee may also enlist third party consultants such a valuation specialist at a public accounting firm, valuation consultant or financial officer of a security issuer on an as-needed basis to assist in determining a security-specific fair value. The Board has also engaged a third party valuation firm to, as needed, attend valuation meetings held by the Trust, review minutes of such meetings and report to the Board on a quarterly basis. The Board reviews and considers the determinations reached by the fair value committee in ratifying the fair value committee’s application of the fair valuation methodologies employed.

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

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

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

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

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

**Recurrent MLP & Infrastructure Fund**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**  
**April 30, 2022**

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.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following tables summarize the inputs used as of April 30, 2022 for the Fund's assets and liabilities measured at fair value:

<b>Assets *</b>	Level 1	Level 2	Level 3	Total
Common Stock	\$ 221,058,495	\$ -	\$ -	\$ 221,058,495
Master Limited Partnerships	68,695,368	-	-	68,695,368
Short-Term Investment	4,000,893	-	-	4,000,893
Total Investments	\$ 293,754,756	\$ -	\$ -	\$ 293,754,756

\* Refer to the Portfolio of Investments for classification.

The Fund did not hold any Level 3 securities during the six months ended April 30, 2022.

**Security Transactions and Investment Income** – Security transactions are accounted for on trade date basis. Interest income is recognized on an accrual basis. Discounts are accreted and premiums are amortized on securities purchased over the lives of the respective securities. Dividend income is recorded on the ex-dividend date. Realized gains or losses from sales of securities are determined by comparing the identified cost of the security lot sold with the net sales proceeds.

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

Net realized gains and losses on foreign currency transactions represent net gains and losses from currency realized between the trade and settlement dates on securities transactions and the difference between income accrued versus income received. The effects of changes in foreign currency exchange rates on investments in securities are included with the net realized and unrealized gain or loss on investments.

**Dividends and Distributions to Shareholders** – Dividends from net investment income are declared and distributed quarterly for the Fund. Dividends from net realized capital gains are distributed annually. Dividends from net investment income and distributions from net realized gains are recorded on ex-dividend date and determined in accordance with federal income tax regulations, which may differ from U.S. GAAP. These “book/tax” differences are considered either temporary (i.e., deferred losses, capital loss carry forwards) or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the composition of net assets based on their federal tax-basis treatment. Temporary differences do not require reclassification.

**Federal Income Taxes** – It is the Fund's policy to qualify as a regulated investment company by complying with the provisions of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of their taxable income and net realized gains to shareholders. Therefore, no federal income tax provision has been recorded.

The Fund recognizes the tax benefits of uncertain tax positions only where the position is “more likely than not” to be sustained assuming examination by tax authorities. Management has analyzed the Fund's tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for

# **Recurrent MLP & Infrastructure Fund**

## **NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**

### **April 30, 2022**

open tax years ended October 31, 2018-October 31, 2020, or expected to be taken in the Fund's October 31, 2021 year-end tax returns. The Fund identifies its major tax jurisdictions as U.S. Federal, Ohio, and foreign jurisdictions where the Fund makes significant investments. The Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

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

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

### **3. INVESTMENT TRANSACTIONS AND ASSOCIATED RISKS**

For the six months ended April 30, 2022, the aggregate purchases and sales of investments (excluding short-term investments) was \$41,452,908 and \$16,401,724, respectively.

Please refer to the Fund's prospectus and statement of additional information ("SAI") for further information regarding the risks associated with the Fund's investments, which include but are not limited to active trading risk, cash flow risk, concentration risk, cybersecurity risk, energy sector focus risk, energy infrastructure industry focus risks (including acquisition risk, catastrophic event risk, commodity price risk, depletion risk, environmental and regulatory risk, interest rate risk, natural resources risk, supply and demand risk, and weather risk), equity risk, gap risk, geographic and sector risk, IPO risk, liquidity risk, leveraging risk, management risk, market capitalization risk, market events risk, market risk, master limited partnership risk, MLP tax risk, non-diversification risk, portfolio turnover risk, RIC qualification risk, and volatility risk.

**Concentration Risk** - Because the Fund may focus on one or more industries or sectors of the economy, its performance depends in large part on the performance of those sectors or industries. As a result, the value of an investment may fluctuate more widely than it would in a fund that is diversified across industries and sectors.

**Energy Sector Focus Risk** – The Fund focuses its investments in the energy sector which is comprised of energy, industrial, consumer, infrastructure and logistics companies, and will therefore be susceptible to adverse economic, environmental, business, regulatory or other occurrences affecting that sector such as that experienced with the novel coronavirus ("COVID-19") pandemic. The energy sector has historically experienced substantial price volatility. At times, the performance of these investments may lag the performance of other sectors or the market as a whole. Companies operating in the energy sector are subject to specific risks, including, among others, fluctuations in commodity prices; reduced consumer demand for commodities such as oil, natural gas or petroleum products; reduced availability of natural gas or other commodities for transporting, processing, storing or delivering; slowdowns in new construction; extreme weather or other natural disasters; and threats of attack by terrorists on energy assets. Additionally, energy sector companies are subject to substantial government regulation and changes in the regulatory environment for energy companies may adversely impact their profitability. Over time, depletion of natural gas reserves and other energy reserves may also affect the profitability of energy companies.

**Energy Infrastructure Industry Focus Risk** – A substantial percentage of the Fund invests primarily in the energy infrastructure industry. As a result, the Fund will therefore be susceptible to adverse economic, environmental or regulatory occurrences affecting the energy infrastructure industry. Risks associated with investments in MLPs and other companies operating in the energy infrastructure industry include but are not limited to the following:

- *Acquisition Risk* - Energy infrastructure companies owned by the Fund may depend on their ability to make acquisitions that increase adjusted operating surplus per unit in order to increase distributions to unit holders.

**Recurrent MLP & Infrastructure Fund**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**  
**April 30, 2022**

- *Catastrophic Event Risk* - MLPs and other companies operating in the energy infrastructure industry are subject to many dangers inherent in the production, exploration, management, transportation, processing and distribution of natural gas, natural gas liquids, crude oil, refined petroleum and petroleum products and other hydrocarbons. Any occurrence of a catastrophic event, such as a terrorist attack, could bring about a limitation, suspension or discontinuation of the operations of MLPs and other companies operating in the energy infrastructure industry.
- *Commodity Price Risk* - MLPs and other companies operating in the energy infrastructure industry may be affected by fluctuations in the prices of energy commodities. Fluctuations in energy infrastructure commodity prices would directly impact companies that own such energy infrastructure commodities and could indirectly impact companies that engage in transportation, storage, processing, distribution or marketing of such energy infrastructure commodities.
- *Depletion Risk* - Energy infrastructure companies engaged in the exploration, development, management, gathering or production of energy commodities face the risk that commodity reserves are depleted over time. Such companies seek to increase their reserves through expansion of their current businesses, acquisitions, further development of their existing sources of energy infrastructure commodities or exploration of new sources of energy infrastructure commodities or by entering into long-term contracts for additional reserves; however, there are risks associated with each of these potential strategies.
- *Environmental and Regulatory Risk* - Companies operating in the energy infrastructure industry are subject to significant regulation of their operations by federal, state and local governmental agencies. Additionally, voluntary initiatives and mandatory controls have been adopted or are being studied and evaluated, both in the United States and worldwide, to address current potentially hazardous environmental issues, including hydraulic fracturing and related waste disposal and geological concerns, as well as those that may develop in the future. The U.S. regulatory landscape has been impacted by the change in administration. The Fund cannot predict whether federal financial regulatory agencies will take any action to adopt new regulations or provide guidance that will adversely impact the energy infrastructure industry. In addition, the new administration has recently announced several initiatives aimed at addressing climate change. It is unclear how these initiatives could impact the Fund's investments.
- *Interest Rate Risk* - Rising interest rates could increase the cost of capital thereby increasing operating costs and reducing the ability of MLPs and other companies operating in the energy industry to carry out acquisitions or expansions in a cost-effective manner. Rising interest rates may also impact the price of energy infrastructure securities as the yields on alternative investments increase.
- *Natural Resources Risk* - The Fund's investments in natural resources issuers (including MLPs) is susceptible to adverse economic, environmental, business, regulatory or other occurrences affecting that sector. The natural resources sector has historically experienced substantial price volatility. At times, the performance of these investments may lag the performance of other sectors or the market as a whole. Companies operating in the natural resources sector are subject to specific risks, including, among others, fluctuations in commodity prices; reduced consumer demand for commodities such as oil, natural gas or petroleum products; reduced availability of natural gas or other commodities for transporting, processing, storing or delivering; slowdowns in new construction; domestic and global competition, extreme weather or other natural disasters; and threats of attack by terrorists on energy assets. Additionally, natural resource sector companies are subject to substantial government regulation, including environmental regulation and liability for environmental damage, and changes in the regulatory environment for energy companies may adversely impact their profitability. Over time, depletion of natural gas reserves and other natural resources reserves may also affect the profitability of natural resources companies.
- *Supply and Demand Risk* - Companies in the energy infrastructure industry may be impacted by the levels of supply and demand for energy infrastructure commodities. The demand for oil and other energy commodities was adversely impacted by the market disruption and slowdown in economic activity resulting from the COVID-19 pandemic. Future pandemics could lead to reduced production and price volatility.
- *Weather Risk* - Weather plays a role in the seasonality of some energy infrastructure companies' cash flows, and extreme weather conditions could adversely affect performance and cash flows of those companies.

# **Recurrent MLP & Infrastructure Fund**

## **NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**

### **April 30, 2022**

**Equity Risk** – Common stocks are susceptible to general stock market fluctuations, volatile increases and decreases in value as market confidence in and perceptions of their issuers change, and unexpected trading activity among retail investors. Factors that may influence the price of equity securities include developments affecting a specific company or industry, or changing economic, political or market conditions. Preferred stocks are subject to the risk that the dividend on the stock may be changed or omitted by the issuer, and that participation in the growth of an issuer may be limited.

**Market Risk** – Overall market risk may affect the value of individual instruments in which the Fund invests. The Fund is subject to the risk that the securities markets will move down, sometimes rapidly and unpredictably, based on overall economic conditions and other factors, which may negatively affect the Fund's performance. Factors such as domestic and foreign (non-U.S.) economic growth and market conditions, real or perceived adverse economic or political conditions, inflation, changes in interest rate levels, lack of liquidity in the bond or other markets, volatility in the markets, adverse investor sentiment, and political events affect the securities markets. U.S. and foreign stock markets have experienced periods of substantial price volatility in the past and may do so again in the future. Securities markets also may experience long periods of decline in value. When the value of the Fund's investments goes down, your investment in the Fund decreases in value and you could lose money.

Local, state, regional, national or global events such as war, acts of terrorism, the spread of infectious illness or other public health issues, recessions, or other events could have a significant impact on the Fund and its investments and could result in decreases to the Fund's net asset value. Political, geopolitical, natural and other events, including war, terrorism, trade disputes, government shutdowns, market closures, natural and environmental disasters, epidemics, pandemics and other public health crises and related events and governments' reactions to such events have led, and in the future may lead, to economic uncertainty, decreased economic activity, increased market volatility and other disruptive effects on U.S. and global economies and markets. Such events may have significant adverse direct or indirect effects on the Fund and its investments. For example, a widespread health crisis such as a global pandemic could cause substantial market volatility, exchange trading suspensions and closures, impact the ability to complete redemptions, and affect Fund performance. A health crisis may exacerbate other pre-existing political, social and economic risks. In addition, the increasing interconnectedness of markets around the world may result in many markets being affected by events or conditions in a single country or region or events affecting a single or small number of issuers.

COVID-19 has resulted in travel restrictions, closed international borders, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery, prolonged quarantines, cancellations, business and school closings, supply chain disruptions, and lower consumer demand, as well as general concern and uncertainty. The impact of COVID-19, and other infectious illness outbreaks that may arise in the future, could adversely affect the economies of many nations or the entire global economy, individual issuers and capital markets in ways that cannot necessarily be foreseen.

**Master Limited Partnership Risk** - An investment in MLP units involves certain risks which differ from an investment in the securities of a corporation. Holders of MLP units have limited control and voting rights on matters affecting the partnership. In addition, there are certain tax risks associated with an investment in MLP units and conflicts of interest exist between common unit holders of MLPs and the general partner, including those arising from incentive distribution payments. The MLP market may be adversely impacted by negative investor perceptions, such as reaction to reduced distributions. Risks of MLPs include the following: a decrease in the production of natural gas, natural gas liquids, crude oil, coal or other energy commodities or a decrease in the volume of such commodities available for transportation, mining, processing, storage or distribution may adversely impact the financial performance of MLPs or MLP-related securities. In addition, investing in MLPs involves certain risks related to investing in the underlying assets of the MLPs. The amount of cash that any MLP has available to pay its unit holders in the form of distributions/dividends depends on the amount of cash flow generated from such company's operations. Cash flow from operations will vary from quarter to quarter and is largely dependent on factors affecting the MLP's operations and factors affecting the energy, natural resources or real estate sectors in general. MLPs were adversely impacted by the reduced demand for oil and other energy commodities as a result of the slowdown in economic activity resulting from the spread of the COVID-19 pandemic, which triggered an unprecedented sell-off of energy pipeline and midstream companies in 2020. Recently, global oil prices have experienced significant volatility, including a period where an oil-price futures contract fell into negative territory for the first time in history. Reduced production and continued oil price volatility may adversely impact the value of the Fund's investments in MLPs and energy infrastructure companies.

**Recurrent MLP & Infrastructure Fund**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**  
**April 30, 2022**

**MLP Tax Risk** – Historically, MLPs have been able to offset a significant portion of their taxable income with tax deductions, including depreciation and amortization expense deductions. A change in current tax law, or a change in the business of a given MLP, could result in an MLP being treated as a corporation or other form of taxable entity for U.S. federal income tax purposes, which would result in the MLP being required to pay U.S. federal income tax, excise tax or other form of tax on its taxable income. The classification of an MLP as a corporation or other form of taxable entity for U.S. federal income tax purposes could have the effect of reducing the amount of cash available for distribution by the MLP and could cause any such distributions received by the Fund to be taxed as dividend income, return of capital, or capital gain. Thus, if any of the MLPs owned by the Fund were treated as corporations or other forms of taxable entity for U.S. federal income tax purposes, the after-tax return to the Fund with respect to its investment in such MLPs could be materially reduced which could cause a material decrease in the net asset value per share (“NAV”) of the Fund’s shares.

**4. INVESTMENT ADVISORY AGREEMENT AND TRANSACTION WITH RELATED PARTIES**

Recurrent Investment Advisors, LLC serves as the Fund’s investment advisor. Pursuant to an advisory agreement with the Trust on behalf of the Fund, the Advisor, under the oversight of the Board, directs the daily operations of the Fund and supervises the performance of administrative and professional services provided by others. As compensation for its services and the related expenses borne by the Advisor, the Fund pays the Advisor a fee computed and accrued daily paid monthly, based on the Fund’s average daily net assets and is computed at the annual rate of 0.90%. Pursuant to the advisory agreement, the Fund incurred \$1,112,952 in advisory fees for the six months ended April 30, 2022. As of April 30, 2022, the amount due to Advisor from the Fund was \$243,404.

The Advisor has contractually agreed to reduce the Fund’s fees and/or to absorb expenses of the Fund until at least until March 1, 2023 to ensure that total annual Fund operating expenses (exclusive of any front-end or contingent deferred loads; brokerage fees and commissions; acquired fund fees and expenses; borrowing costs, such as interest and dividend expenses on securities sold short; taxes; and extraordinary expenses, such as litigation expenses) do not exceed 1.25% of the average daily net assets attributable to the Fund. This agreement may be terminated by the Board on 60 days’ written notice to the Advisor. These expense reimbursements are subject to possible recoupment from the Fund in future years on a rolling three-year basis (within three years after the fees have been waived or reimbursed) if such recoupment can be achieved within the foregoing expense limits as well as any expense limitation that was in effect at the time the waiver or reimbursement was made. Fee waiver and reimbursement arrangements can decrease the Fund’s expenses and increase its performance. For the six months ended April 30, 2022, the Advisor recouped \$86,210 of previously waived fees.

The Fund’s ability to recoup the cumulative expenses previously waived or reimbursed subject to the aforementioned conditions will expire as presented in the table below:

10/31/2022	\$ 156,362
10/31/2023	\$ 96,867

As of October 31, 2021, \$220,286 of waived fees expired unrecouped.

The distributor of the Fund is Northern Lights Distributors, LLC (the “Distributor”), an affiliate of Ultimus Fund Solutions, LLC. The Trust, on behalf of the Fund, has adopted the Trust’s Distribution and Shareholder Servicing Plan pursuant to Rule 12b-1 under the Investment Company Act of 1940 (the “Plan”), as amended, to pay for certain distribution activities and shareholder services. During the six months ended April 30, 2022, the Fund did not pay distribution related charges pursuant to the Plan.

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

Ultimus Fund Solutions, LLC (“UFS”)

UFS, an affiliate of the Distributor, provides administration, fund accounting, and transfer agent services to the Trust. Pursuant to separate servicing agreements with UFS, the Fund pays UFS customary fees for providing administration, fund accounting and transfer agency services to the Fund. Certain officers of the Trust are also officers of UFS and are not paid any fees directly by the Fund for serving in such capacities.

**Recurrent MLP & Infrastructure Fund**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**  
**April 30, 2022**

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

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

**5. AGGREGATE UNREALIZED APPRECIATION AND DEPRECIATION – TAX BASIS**

The identified cost of investments in securities owned by the Fund for federal income tax purposes, and its respective gross unrealized appreciation and depreciation at April 30, 2022, were as follows:

<u>Tax Cost</u>	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation/ (Depreciation)</u>
\$ 194,984,347	\$ 99,042,773	\$ (272,364)	\$ 98,770,409

**6. DISTRIBUTIONS TO SHAREHOLDERS AND TAX COMPONENTS OF CAPITAL**

The tax character of fund distributions paid for the years ended October 31, 2021 and October 31, 2020 was as follows:

	<u>Fiscal Year Ended October 31, 2021</u>	<u>Fiscal Year Ended October 31, 2020</u>
Ordinary Income	\$ 2,046,059	\$ 539,680
Return of Capital	12,696,192	8,215,713
	<u>\$ 14,742,251</u>	<u>\$ 8,755,393</u>

As of October 31, 2021, the components of accumulated earnings/(deficit) on a tax basis were as follows:

<u>Undistributed Ordinary Income</u>	<u>Undistributed Long-Term Gains</u>	<u>Post October Loss and Late Year Loss</u>	<u>Capital Loss Carry Forwards</u>	<u>Other Book/Tax Differences</u>	<u>Unrealized Appreciation/ (Depreciation)</u>	<u>Total Accumulated Earnings/(Deficits)</u>
\$ -	\$ -	\$ -	\$ (9,758,146)	\$ -	\$ 56,262,359	\$ 46,504,213

The difference between book basis and tax basis unrealized appreciation, accumulated net realized losses and undistributed net investment income/loss is primarily attributable to tax adjustments for partnerships and the tax deferral of losses on wash sales. The unrealized appreciation in the table above includes unrealized foreign currency gains of \$6,637.

At October 31, 2021, the Fund had capital loss carry forwards (“CLFC”) for federal income tax purposes available to offset future capital gains (including prior year losses of 127,544 incurred as a C-Corp and carried forward to the Fund) and capital loss carry forwards utilized, as follows:

<u>Non-Expiring Short-Term</u>	<u>Non-Expiring Long-Term</u>	<u>Total</u>	<u>CLCF Utilized</u>
\$ 5,421,298	\$ 4,336,848	\$ 9,758,146	\$ 1,926,840

**Recurrent MLP & Infrastructure Fund**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited) (Continued)**  
**April 30, 2022**

Permanent book and tax differences, primarily attributable to adjustments to the Fund's prior year federal tax return, resulted in reclassifications for the Fund for the fiscal year ended October 31, 2021 as follows:

Paid In Capital	Accumulated Earnings/(Losses)
\$ (56,159)	\$ 56,159

**7. CONTROL OWNERSHIP**

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of the Fund creates presumption of control of the Fund, under Section 2(a) 9 of the 1940 Act. As of April 30, 2022, Charles Schwab & Company, Inc. held approximately 39% of the voting securities of the Fund.

**8. SUBSEQUENT EVENTS**

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

**Recurrent MLP & Infrastructure Fund**  
**EXPENSE EXAMPLES (Unaudited)**  
 April 30, 2022

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs; (2) ongoing costs, including management fees; and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and 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 from November 1, 2021 through April 30, 2022.

***Actual Expenses***

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

***Hypothetical Example for Comparison Purposes***

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

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

	<u>Actual</u>				<u>Hypothetical (5% return before expenses)</u>	
	<i>Fund's Annualized Expense Ratio</i>	<i>Beginning Account Value</i>	<i>Ending Account Value</i>	<i>Expenses Paid During Period</i>	<i>Ending Account Value</i>	<i>Expenses Paid During Period</i>
<b>Class I:</b>						
Recurrent MLP & Infrastructure Fund*	1.25%	\$1,000.00	\$1,221.90	\$6.88	\$1,018.60	\$6.26

\* Expense information is equal to the average account value over the period, multiplied by the Fund’s annualized expense ratio, multiplied by the number of days in the period (181) divided by the number of days in the fiscal year (365).

**Recurrent MLP & Infrastructure Fund**  
**CHANGE IN INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**  
**(Unaudited)**  
**April 30, 2022**

On April 5, 2022, the Audit Committee of the Board of Trustees of Two Roads Shared Trust (the “Trust” or “registrant”), selected and appointed and recommended Deloitte & Touche LLP (“Deloitte”) as the Fund’s independent registered public accounting firm for the fiscal year ending October 31, 2022, in replacement of RSM US LLP (“RSM”) which served previously as the independent registered public accounting firm for the Fund.

RSM reports on the Fund’s financial statements for either of the past two fiscal years, did not contain an adverse opinion or a disclaimer of opinion, nor were such reports qualified or modified as to uncertainty, audit scope or accounting principles.

During the fiscal years of the Fund ended October 31, 2020 and October 31, 2021, and the subsequent interim period through April 5, 2022, (i) there were no disagreements between the Fund and RSM 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 RSM, would have caused it to make reference to the subject matter of the disagreement in its report on the financial statements for such period and (ii) there were no reportable events (as defined in Item 304(a)(1)(v) of Regulation S-K).

During the fiscal years of the Fund ended October 31, 2020 and October 31, 2021, and during the subsequent interim period prior to appointing Deloitte, neither the registrant, nor anyone acting on its behalf, consulted with Deloitte on behalf of the Fund regarding the application of accounting principles to a specified transaction (either completed or proposed), the type of audit opinion that might be rendered on the Fund’s financial statements, or any matter that was either: (i) the subject of a “disagreement,” as defined in Item 304(a)(1)(iv) of Regulation S-K and the instructions thereto; or (ii) a “reportable event,” as described in Item 304(a)(1)(v) of Regulation S-K.

## PRIVACY NOTICE

<b>FACTS</b>	WHAT DOES TWO ROADS SHARED TRUST DO WITH YOUR PERSONAL INFORMATION
<b>Why?</b>	Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.
<b>What?</b>	<p>THE TYPES OF PERSONAL INFORMATION WE COLLECT AND SHARE DEPENDS ON THE PRODUCT OR SERVICE THAT YOU HAVE WITH US. THIS INFORMATION CAN INCLUDE:</p> <ul style="list-style-type: none"> <li>• Social Security number and income</li> <li>• Account transactions and transaction history</li> <li>• Investment experience and purchase history</li> </ul> <p>When you are <i>no longer</i> our customer, we continue to share your information as described in this notice.</p>
<b>How?</b>	All financial companies need to share customers’ personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers’ personal information; the reason Two Roads Shared Trust chooses to share and whether you can limit this sharing.

Reasons we can share your personal information	Does Two Roads Shared Trust share?	Can you limit this sharing?
<b>For our everyday business purposes</b> – such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	YES	NO
<b>For our marketing purposes</b> – to offer our products and services to you	NO	We do not share
<b>For joint marketing with other financial companies</b>	NO	We do not share
<b>For our affiliates’ everyday business purposes</b> – information about your transactions and experiences	NO	We do not share
<b>For our affiliates’ everyday business purposes</b> – information about your creditworthiness	NO	We do not share
<b>For our affiliates to market to you</b>	NO	We do not share
<b>For nonaffiliates to market to you</b>	NO	We do not share

<b>Questions?</b>	Call 1-402-895-1600
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## What we do

<p><b>How does Two Roads Shared Trust protect my personal information?</b></p>	<p>To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include computer safeguards and secured files and buildings.</p> <p>Our service providers are held accountable for adhering to strict policies and procedures to prevent any misuse of your nonpublic personal information.</p>
<p><b>How does Two Roads Shared Trust collect my personal information?</b></p>	<p>We collect your personal information, for example, when you</p> <ul style="list-style-type: none"> <li>• open an account or give us contact information</li> <li>• provide account information or give us your income information</li> <li>• make deposits or withdrawals from your account</li> </ul> <p>We also collect your personal information from other companies.</p>
<p><b>Why can't I limit all sharing?</b></p>	<p>Federal law gives you the right to limit only</p> <ul style="list-style-type: none"> <li>• sharing for affiliates' everyday business purposes – information about your creditworthiness</li> <li>• affiliates from using your information to market to you</li> <li>• sharing for nonaffiliates to market to you</li> </ul> <p>State laws and individual companies may give you additional rights to limit sharing</p>

## Definitions

<p><b>Affiliates</b></p>	<p>Companies related by common ownership or control. They can be financial and nonfinancial companies.</p> <ul style="list-style-type: none"> <li>• <i>Two Roads Shared Trust has no affiliates.</i></li> </ul>
<p><b>Nonaffiliates</b></p>	<p>Companies not related by common ownership or control. They can be financial and nonfinancial companies.</p> <ul style="list-style-type: none"> <li>• <i>Two Roads Shared Trust does not share with nonaffiliates so they can market to you.</i></li> </ul>
<p><b>Joint marketing</b></p>	<p>A formal agreement between nonaffiliates financial companies that together market financial products or services to you.</p> <ul style="list-style-type: none"> <li>• <i>Two Roads Shared Trust does not jointly market.</i></li> </ul>

## **PROXY VOTING POLICY**

Information regarding how the Fund voted proxies relating to portfolio securities for the most recent twelve month period ended June 30 as well as a description of the policies and procedures that the Fund uses to determine how to vote proxies is available without charge, upon request, by calling 1-833-RECURRENT (1-833-732-8773) or by referring to the Securities and Exchange Commission's ("SEC") website at <http://www.sec.gov>.

## **PORTFOLIO HOLDINGS**

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its report on Form N-PORT. Form N-PORT is available on the SEC's website at <http://www.sec.gov>. The information on Form N-PORT is available without charge, upon request, by calling 1-833-RECURRENT (1-833-732-8773).

### **INVESTMENT ADVISOR**

Recurrent Investment Advisors, LLC  
3801 Kirby Drive, Suite 654  
Houston, TX 77098

### **ADMINISTRATOR**

Ultimus Fund Solutions, LLC  
4221 North 203rd Street, Suite 100  
Elkhorn, NE 68022

This report and the financial statements contained herein are submitted for the general information of shareholders and are not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus. Nothing contained herein is to be considered an offer of sale or solicitation of an offer to buy shares of the Fund. Such offering is made only by a prospectus, which contains information about the Fund's investment objective, risks, fees and expenses. Investors are reminded to read the prospectus carefully before investing in the Fund.