

Macro Strategies Fund

Formerly the LoCorr Managed Futures Strategy Fund

March 31, 2017

First Quarter Commentary

Market Commentary

The post-election rally continued into the first quarter as global equities surged higher in January and February on optimism regarding President Trump's ambitious pro-growth agenda and improving global economic growth. Market enthusiasm faded in March, contributing to the pause in the equity rally, when Healthcare reform failed to pass the House of Representatives, calling into question the ability of the new administration to move forward with its economic and regulatory reform. Equities were strong both domestically and internationally with returns strongest in the emerging markets.

The path toward interest rate normalization continued as the Federal Reserve ("Fed") hiked the federal funds rate in March, which was the Fed's second rate hike in the past three months. U.S. 10-year Treasury yields moved higher for much of the quarter, peaking around 2.6% in mid-March. During the second half of March, U.S. 10-year Treasuries rallied, causing the yield to fall below 2.4% at the end of the month into early April.

Commodity prices were uneven during the quarter with energy prices retreating, metals prices generally moving higher, and agricultural prices mixed. In Energy markets, unseasonably warm weather and an unexpected supply injection in late February contributed to the decline in natural gas prices. West Texas Intermediate ("WTI") crude fell below \$50 per barrel during the quarter on surging U.S. shale production and record U.S. supplies.

In Foreign Currency trading, the U.S. Dollar generally retreated vs. other major currencies, erasing much of its post-election move. During the quarter, President Trump's comments indicating his preference for a weaker dollar and the administration's failure to move forward with some of its pro-growth and tax reform initiatives likely contributed to the weakness in the greenback.

Performance Overview

LoCorr Macro Strategies Fund Class I share (the "Fund") gained +1.33% in the first quarter, well ahead of the Barclay's CTA

Continued on reverse side ...

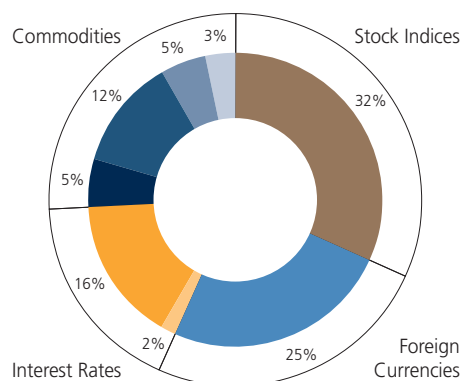
Average Annual Total Returns

As of March 31, 2017

	1Q17	YTD	1 Year	3 Year	5 Year	Since Inc.*
Class A - LFMAX	1.23%	1.23%	0.85%	8.07%	3.94%	1.05%
Class A - LFMAX (Load)	-4.55%	-4.55%	-4.98%	5.98%	2.70%	0.06%
Class C - LFM CX	1.04%	1.04%	0.08%	7.27%	3.17%	0.30%
Class C - LFM CX (Load)	0.04%	0.04%	0.08%	7.27%	3.17%	0.30%
Class I - LFMIX	1.33%	1.33%	1.18%	8.37%	4.21%	1.31%
S&P 500 Index	6.07%	6.07%	17.17%	10.37%	13.30%	12.69%
Barclays CTA Index	-0.66%	-0.66%	-2.65%	1.65%	0.30%	-0.46%

Macro Strategies Sector Diversification

As of March 31, 2017 (Subject To Change)²



¹As of April 1, 2011 (the Fund commenced operations on March 22, 2011, but did not trade its Managed Futures strategy until April). The Fund's total annual fund operating expenses are 2.41% for Class A; 3.16% for Class C; and 2.16% for Class I.

²LoCorr also holds cash, cash equivalents and fixed income securities, which are excluded from the Managed Futures Strategy allocation shown above. Performance data for the Class A Shares does not reflect the 1.00% CDSC, which only applies to no-load transactions of \$1 million or greater.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 952.513.8195. The Fund imposes a 1.00% redemption fee on shares sold within 30 days. Investment performance reflects fee waivers in effect. In the absence of such waivers, total return would be reduced. Performance data shown with load for Class A shares reflects a 5.75% sales load and for Class C shares reflects a 1.00% CDSC. Performance data shown without the load does not reflect the current maximum sales charges for Class A shares (up to 5.75% front-end) and Class C shares (1.00% CDSC). Had the sales charge been included, the Fund's returns would be lower.

Commentary continued.

Index (-0.66%) but trailing the strong returns from the S&P 500 (+6.07%). With conditions remaining challenging for traditional trend following, the Fund continued to benefit from its exposure to non-trend-following trading strategies.

The performance of the Fund's managed futures sub-advisers was led by solid gains from Millburn Ridgefield Corporation's multi-factor approach with modest positive contributions from Revolution Capital Management's short-term-oriented strategy. The Fund's pure trend-following strategy, Graham Capital Management, was slightly negative during the period. As of the end of the quarter, the allocation to each sub-adviser was as follows:

- Millburn Ridgefield Corporation: 40%
- Graham Capital Management: 40%
- Revolution Capital Management: 20%

As equity markets continued their post-U.S. presidential election surge, the Fund's long exposure to U.S., European, and Asian markets offset weakness in other asset classes. Trading in

Commodities was unprofitable during the period. The Energy market was particularly challenging for the Fund as conditions proved difficult for the Fund's systematic trading strategies to navigate. For example, West Texas Intermediate ("WTI") Crude, a proxy for oil prices, continued to experience trendless conditions marked by sizable reversals. The remaining sectors in Commodities traded by the Fund including Precious and Base Metals and Agricultural and Softs were, in aggregate, neutral from a contribution perspective.

Elsewhere, trading in Foreign Currencies and Interest Rates was slightly unprofitable during the quarter. The Fund was short Foreign Currencies vs. the U.S. Dollar for most of the period before positioning vacillated between long and short late in the quarter. Overall, the U.S. dollar weakened versus most major currencies, though conditions were generally range-bound and trendless. Small losses in Interest Rates were largely attributable to short U.S. exposure in the long end of the curve while fixed income positions internationally remained long throughout the quarter.

Fund holdings and sector allocations are subject to change at any time and should not be considered a recommendation to buy or sell any security. Opinions expressed are subject to change at any time, are not guaranteed, and should not be considered investment advice.

S&P 500 Total Return Index is a capitalization-weighted unmanaged benchmark index that includes the stocks of 500 large capitalization companies in major industries. This total return index includes net dividends and is calculated by adding an indexed dividend return to the index price change for a given period.

Barclays CTA Index is an unweighted index which attempts to measure the performance of the Commodity Trading Advisor (CTA) industry. The Index measures the combined performance of all CTAs reporting to Barclays Trading Group who have more than four years past performance. Fees and transaction costs are reflected. One cannot invest directly in an index.

Diversification does not assure a profit nor protect against loss in a declining market.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The prospectus contains this and other important information about the Fund and may be obtained by calling 952.513.8195 or by visiting www.LoCorrFunds.com. Read carefully before investing.

Mutual fund investing involves risk. Principal loss is possible. The Fund invests in foreign investments and foreign currencies which involve greater volatility and political, economic and currency risks and differences in accounting methods. The Fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested. Investing in commodities may subject the Fund to greater risks and volatility as commodity prices may be influenced by a variety of factors including unfavorable weather, environmental factors, and changes in government regulations. The Fund may invest in derivative securities, which derive their performance from the performance of an underlying asset, index, interest rate or currency exchange rate. Derivatives can be volatile and involve various types and degrees of risks, and, depending upon the characteristics of a particular derivative, suddenly can become illiquid. Derivative contracts ordinarily have leverage inherent in their terms which can magnify the Fund's potential for gains or losses through increased long and short position exposure. The Fund may access derivatives via a swap agreement. A risk of a swap agreement is the risk that the counterparty to the agreement will default on its obligation to pay the Fund. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in Asset Backed, Mortgage Backed, and Collateralized Mortgage Backed Securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund may invest in illiquid securities which involve the risk that the securities will not be able to be sold at the time or prices desired by the Fund, particularly during times of market turmoil. The Fund may use leverage which may exaggerate the effect of any increase or decrease in the value of portfolio securities or the Net Asset Value of the Fund, and money borrowed will be subject to interest costs

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