



# iSectors® Post-MPT Growth Allocation

## Portfolio Description

The objective of the iSectors® Post-MPT Growth Allocation is to achieve market returns with lower downside risk over a complete market cycle. The portfolio manager re-optimizes the portfolio's risk adjusted returns monthly. This is done by reallocating the portfolio among 9 low-correlated market sectors, using a quantitative process, guided by monthly changes in two dozen economic and capital market factors. Portfolios may be invested up to 30% at any one time into any single sector, with the exception of government bonds, to which the model may allocate up to 50%. iSectors® Post-MPT Growth Allocation is available for all types of accounts including: high net worth individuals, trusts, foundations, endowments, retirement plans, and IRAs. An allocation to Bitcoin is included to improve risk-adjusted returns.

## Diversification & Correlation: iSectors vs. Traditional Method

	Bonds	Gold	Energy	Finance	Health	Tech	Basic Mat.	Real Estate	Utilities	Bitcoin
Bonds	1									
Gold	0.35	1								
Energy	-0.18	-0.10	1							
Finance	0.15	0.04	0.74	1						
Health	0.36	0.21	0.48	0.67	1					
Tech	0.45	0.12	0.42	0.65	0.69	1				
Basic Mat.	0.29	0.26	0.62	0.85	0.78	0.70	1			
Real Estate	0.44	0.20	0.51	0.81	0.78	0.76	0.87	1		
Utilities	0.26	0.35	0.33	0.55	0.63	0.45	0.71	0.69	1	
Bitcoin	0.10	0.11	0.41	0.55	0.39	0.52	0.53	0.48	0.35	1

	Large Growth Stocks	Large Value Stocks	Small Growth Stocks	Small Value Stocks	Mid Growth Stocks	Mid Value Stocks
Large Growth Stocks	1					
Large Value Stocks	0.77	1				
Small Growth Stocks	0.81	0.85	1			
Small Value Stocks	0.69	0.92	0.92	1		
Mid Growth Stocks	0.90	0.84	0.93	0.81	1	
Mid Value Stocks	0.77	0.98	0.88	0.95	0.86	1

<span style="background-color: #f8d7da; border: 1px solid #f5c6cb; display: inline-block; width: 10px; height: 10px;"></span>	Negative Correlation
<span style="background-color: #d6d8db; border: 1px solid #c6c8ca; display: inline-block; width: 10px; height: 10px;"></span>	Little or No Correlation
<span style="background-color: #fff3cd; border: 1px solid #ffeeba; display: inline-block; width: 10px; height: 10px;"></span>	Moderate Correlation
<span style="background-color: #d4edda; border: 1px solid #c3e6cb; display: inline-block; width: 10px; height: 10px;"></span>	High Correlation

Basic Materials	up to 30%
Bonds	up to 50%
Energy	up to 30%
Financials	up to 30%
Gold	up to 30%
Healthcare	up to 30%
Real Estate	up to 30%
Technology	up to 30%
Utilities	up to 30%
Bitcoin	up to 5%

*iSectors re-optimizes and reallocates the portfolio among up to 9 different sectors (as listed above) on a monthly basis, according to our proprietary algorithm, which uses updated capital market and economic data in the calculations. An allocation to Bitcoin is included to improve risk-adjusted returns.*

*iSectors® Post-MPT Growth allocates among market sectors that are less correlated to each other (see table, upper left) when compared to the traditional Morningstar Capitalization-Style box asset classes, which have become very closely correlated (see table, lower left).*

*Correlation data obtained from third party sources believed to be reliable, but cannot be guaranteed.*

**For more detailed fee/performance/holdings information, please visit the iSectors website for the most recent fact sheet.**

*There is no assurance that any specific securities listed will remain a part of the model. An investment in any iSectors® allocation model is not guaranteed and, at any given time, may be worth more or less than the amount invested.*

**NOT FDIC INSURED | NOT BANK GUARANTEED | MAY LOSE VALUE**

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