

# Core Market Index Portfolio



## Strategy Summary

The Core Market Index Portfolio is designed for investors with a long term time horizon and will remain fully invested throughout all market cycles. Our management of this strategy includes investment selection, analysis, monitoring and rebalancing. A range of allocations are offered to be used by investors with diverse risk profiles.

The investment vehicles used in this strategy are Exchange Traded Funds, which are commonly known as ETFs. All of the funds are index funds; each one represents a broad section of the market. ETFs trade throughout the day, rather than at the close of the market as is the case with mutual funds, which provides for more flexibility and control with trade execution. Index ETFs are typically cost effective; many of the funds used in this strategy carry minimal or no transaction fee, as well as low internal expense charges.

There are 4 allocations currently available, with a variety of asset allocation targets ranging from conservative to aggressive. Portfolios are constructed using a variety of asset classes including but not limited to: Large Company

Stocks, Mid-size Company Stocks, Small Company Stocks, Real Estate Investments, Developed Foreign Markets, Emerging Markets, Inflation Protected Bonds, US Government Bonds and Foreign Bonds. Target portfolio allocations are maintained through rebalancing and other trading activity.

Management of this strategy provides for a portion of the stock allocation to rotate into and out of one of the 11 stock sectors as identified by the Global Classification Standard. Sectors are chosen based on their relative strength to the S&P 500 Index and rotated periodically as new opportunities are identified. These funds are used in an attempt to participate in a sector of the market that is positioned to contribute the most to overall market performance. The remaining funds in the target allocation are maintained in their proportions and rebalanced on an annual basis at a minimum. Portfolio constraints will allow for 5% movement above or below the target allocation before rebalancing is performed.

## Portfolio QUICK FACTS

### Objective

- Long Term Capital Appreciation

### Investment Philosophy

- Asset Allocation is used to structure portfolio weightings
- Portfolios are implemented using Exchange Traded Funds (ETFs) based on indexes
- Portfolios remain fully invested throughout all stock market phases

### Investor Profile

- Long Term Time Horizon
- Has sufficient liquidity in other investments to address short term needs
- Seeking broad diversification of asset classes

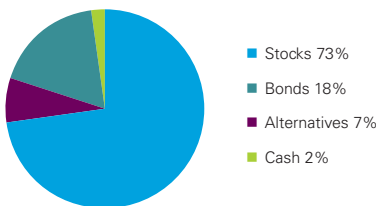
### Management

- Index funds (ETFs) are selected seeking broad index exposure and provides low internal cost
- Portfolios are monitored and rebalanced as determined by asset allocation targets and current market conditions

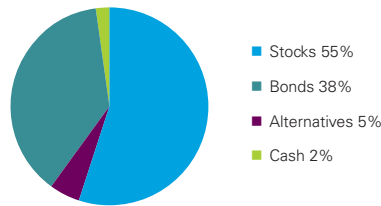
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\* Portfolios as of 9/30/2016

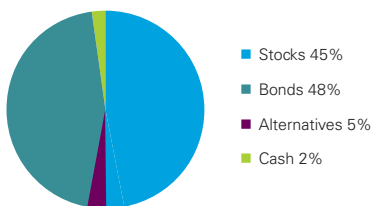
### GROWTH



### TOTAL RETURN



### BALANCED



### INCOME ONLY

