

DYNAMIC GLOBAL DIVERSIFIED PORTFOLIOS

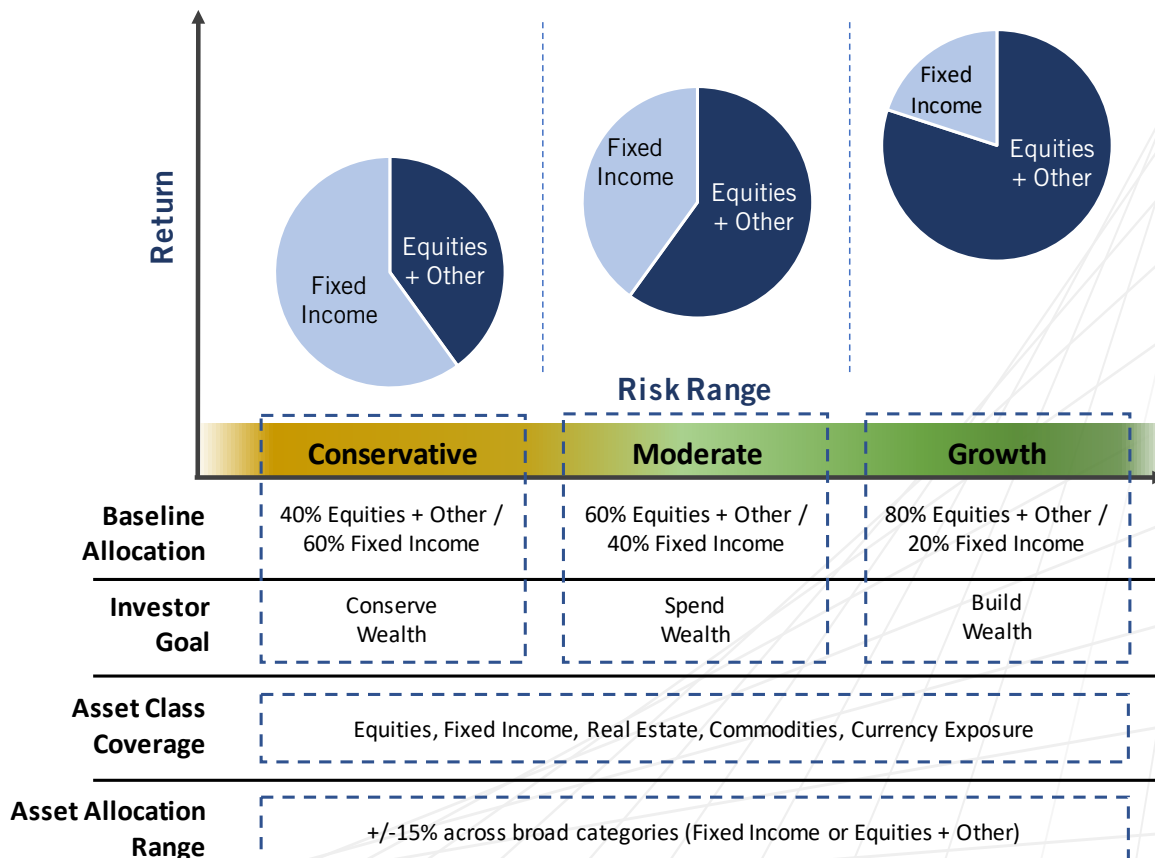
The strategy provides global equity, global fixed income, and alternative asset class exposure with a focus on risk management. The strategy's framework holistically reviews global financial markets and dynamically allocates U.S. equities, international equities, U.S. fixed income, international fixed income, commodities, and real estate. This strategy provides a single solution with the objective of limiting severe portfolio losses while obtaining global asset exposure.

ADVANTAGES

Dynamic Asset Class Allocation aims to avoid, significant, prolonged drawdowns by adjusting portfolio relative to the business cycle.

Comprehensive Investment Framework aggregates three diverse datasets to identify opportunities by estimating returns and risk across asset classes and within asset classes.

Exchange-Traded Funds are used to provide low cost, transparent, liquid exposures.

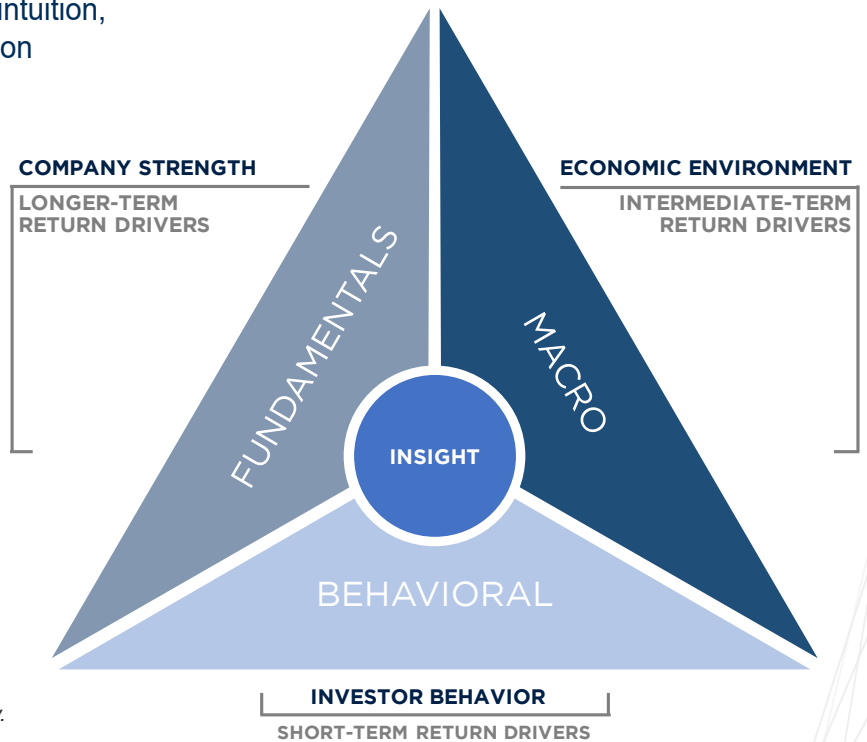


COMPREHENSIVE INVESTMENT FRAMEWORK

HOLISTICALLY REVIEWS FINANCIAL MARKETS

Quantitative framework rooted in economic intuition, academic research and empirical investigation

- ▶ **Company Strength:** Analyzes corporate fundamental data, such as earnings and valuations, across firms, industries, sectors, or countries.
- ▶ **Economic Environment:** Analyzes macroeconomic data, such as growth, inflation, or monetary policy.
- ▶ **Investor Behavior:** Analyzes the behavioral shifts in market sentiment, such as short interest rates, implied volatility, investor positioning, and cross-sectional momentum.

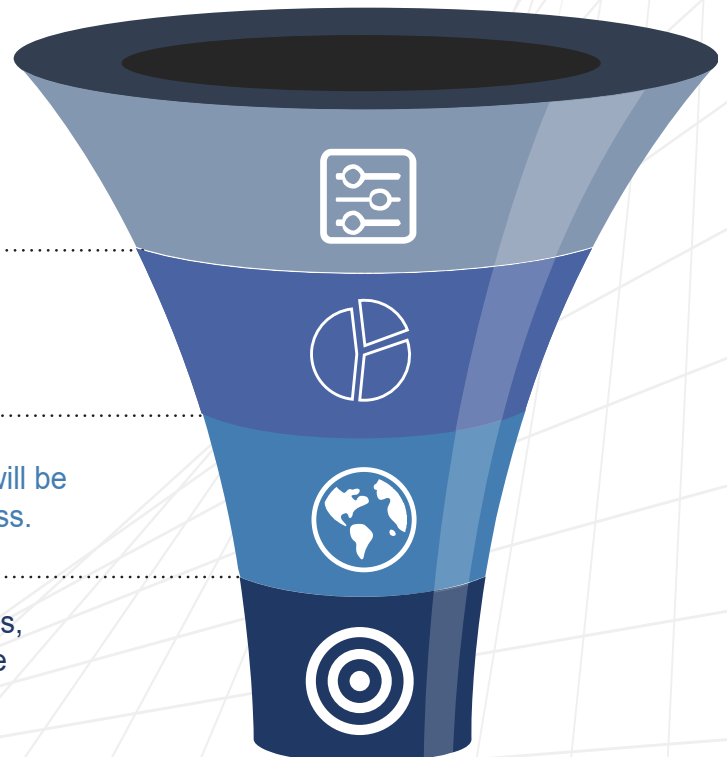


SOURCE: Innealta Capital. For illustrative purposes only.

A PROCESS-DRIVEN APPROACH

TURNING INSIGHT INTO ACTION

- ▶ **Identify Desired Risk Level:** Framework provides pulse on market environment and appropriate level of risk.
- ▶ **Asset Class Allocation:** Given target risk profile, strategy will allocate to asset classes to build portfolio with such characteristics.
- ▶ **Geographic Region Selection:** Regions and countries will be over- or under-weighted based off perceived attractiveness.
- ▶ **Style and Sector Selection:** Within asset classes/regions, strategy attempts to overweight opportunistic areas, while maintaining diversification



ASSET ALLOCATION

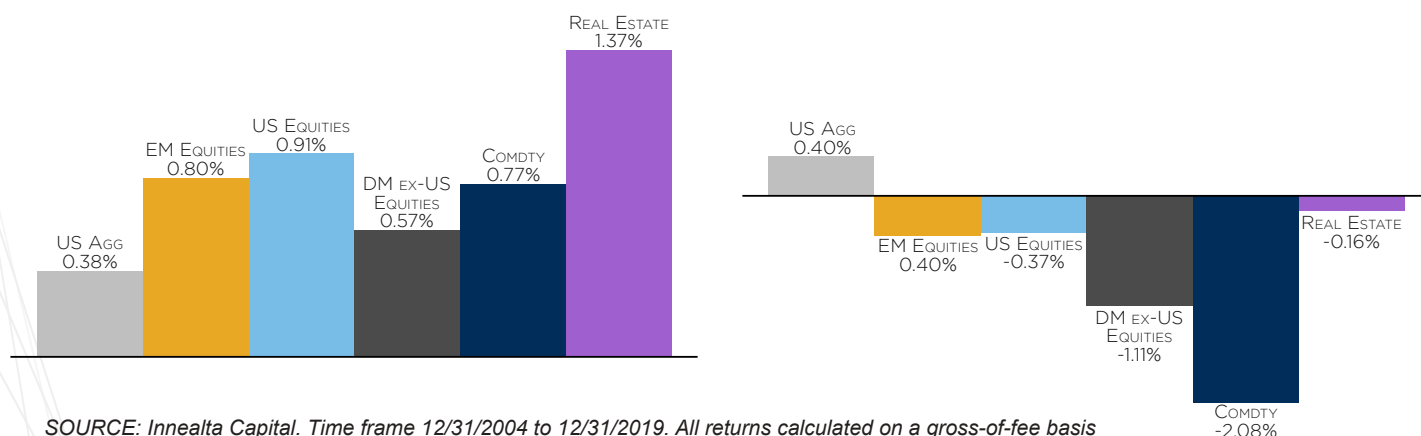
AIM FOR HIGHER EXPECTED RETURNS

Our multi-faceted frameworks aims to identify periods of higher expected returns and higher potential for drawdowns. For example, macroeconomic growth is primarily used to overweight or underweight growth-sensitive assets such as equities. Intuitively, during an economic expansion, assets that are not primarily tied to fixed cash flows should outperform. Alternatively, during an economic contraction, assets that are tied to fixed cash flows, such as fixed income, tend to outperform.

AVERAGE MONTHLY PERFORMANCE (%)

GROWTH

CONTRACTION



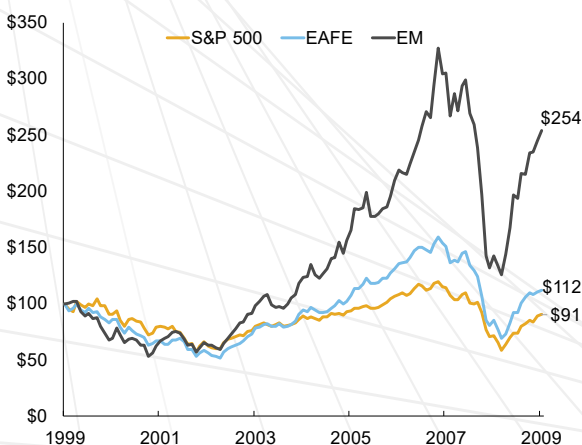
SOURCE: Innealta Capital. Time frame 12/31/2004 to 12/31/2019. All returns calculated on a gross-of-fee basis and do not include any transaction costs or management fees. See disclosures for category descriptions.

DIVERSIFICATION MATTERS

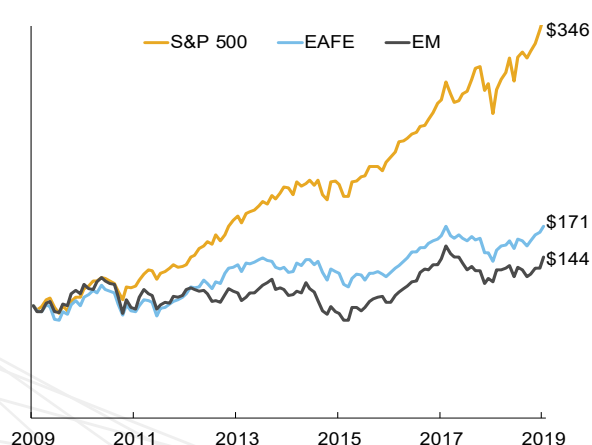
A TALE OF TWO DECADES

While our investment framework indicates the relative attractiveness of equity regions, countries, and sectors, we believe diversification is crucial to improving risk-adjusted returns over time. For instance, the major equity regional markets had vastly different outcomes over the past two decades, with Emerging market equities outperforming the 2000s and U.S. equities dominating in the 2010s. We believe in tilting towards markets with favorable fundamentals, macro support, and investor sentiment, while maintaining sufficient diversification to mitigate idiosyncratic risks.

2000 - 2009



2009 - 2019



SOURCE: Innealta Capital. Time frame: "2000-2009" refers to 12/31/1999 to 12/31/2009 and "2009-2019" refers to 12/31/2009 to 12/31/2019.

INNEALTA CAPITAL

OVERVIEW

We are an Austin, TX based asset manager that specializes in risk-managed, global investment solutions that are designed to reflect the business cycle.

- ▶ **Legacy:** Investment team has a history in successfully managing and advising global investment portfolios delivered via models, separately managed accounts, and mutual funds.
- ▶ **Framework:** Initiated in the mid-1990s, our proprietary, rules-based, quantitative framework parses and systematically analyzes corporate fundamental, macroeconomic, and behavioral variables to estimate future asset returns and volatility.
- ▶ **Process:** Our portfolio managers use our quantitative framework to inform their decision-making process. We believe this systematic, repeatable process allows our team to merge proprietary forecasts with portfolio optimization, trade cost analysis, and risk monitoring.
- ▶ **Flexibility:** Our investment strategies primarily use exchange-traded funds but also have flexibility to use individual stocks and derivatives. For each unique investment objective, we aim to use the most appropriate vehicles to gain the desired exposures to various financial market segments.

IMPORTANT NOTES

Figure 4. Average monthly performance was calculated by subsetting the monthly index returns relative to the Institute for Supply Management Purchasing Managers Index ("PMI"). PMI is a diffusion index designed to measure corporate growth expectations. Within the figure, "Growth" refers to periods when PMI was greater than or equal to 50 while "Contraction" refers to periods when PMI was less than 50. "US Agg" refers to the Bloomberg Barclays U.S. Aggregate bond index, which tracks the performance of U.S. investment grade fixed-rate debt. "EM Equities" refers to the MSCI Emerging Market Total Return Index, which measures the equity performance of 26 emerging market countries. "US Equities" refers to the S&P 500 Total Return Index, which measures the equity performance of the largest 500 U.S. companies by market capitalization. "DM ex-US Equities" refers to the MSCI World ex US Total Return Index, which measures the equity market performance of large and mid-capitalization companies across 22 of 23 developed market countries, excluding the United States. "Comdty" refers to the S&P GSCI Commodity Total Return Index, which measures the performance of a broad commodity basket. "REAL" refers to the Dow Jones Global Real Estate Index, which tracks the performance of equity real estate investment trusts and real estate operating companies globally.

Figure 5. "S&P 500" refers to the S&P 500 Total Return Index, which measures the equity performance of the largest 500 U.S. companies by market capitalization. "EAFE" refers to the MSCI EAFE Total Return Index, which measures the equity performance of large and mid-capitalization companies across 21 developed market countries, excluding the United States. "EM" refers to the MSCI Emerging Market Total Return Index, which measures the equity performance of 26 emerging market countries.

Innealta Capital, LLC is a Registered Investment Advisor to individually managed client accounts and certain mutual funds. The firm only transacts business in states where it is properly registered or exempt from registration. Registration of an investment adviser does not imply any certain level of skill or training.

Investing involves risk, principal loss is possible, and there can be no assurance that investment objectives will be achieved.

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PAST PERFORMANCE NOT INDICATIVE OF FUTURE RESULTS.

CANNOT DIRECTLY INVEST INTO AN INDEX.

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