



# iSectors® Capital Preservation Allocation

iSectors® Capital Preservation Allocation is a strategic model with the goal of offering stability of principal while providing a higher return potential than can be gained by cash or money market securities.

## Portfolio Description

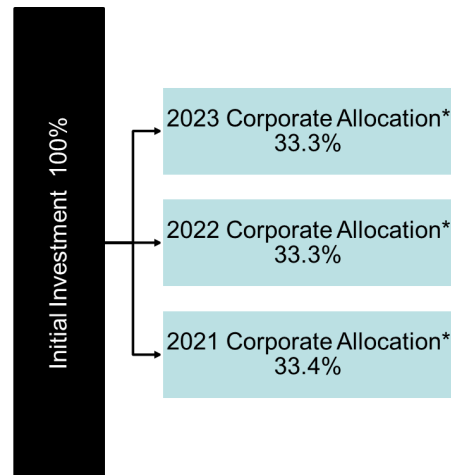
The iSectors® Capital Preservation Allocation has been constructed for investors with a desire for principal stability over a 2-3 year period by creating a portfolio of investments with relatively low volatility. Nominal portfolio yield is a secondary goal of the model. The model targets fixed income exchange-traded funds (ETFs), primarily those that invest in short-term investment-grade debt instruments. A smaller portion of the assets may target ETFs holding short-term high-yield instruments, within the context of limiting duration to approximately 3 (or less) while maintaining an overall investment grade rating for the entire portfolio. Defined maturity ETFs are utilized to construct investment grade corporate, and short term high yield bond ladders within the portfolio as outlined below. While stability of principal is a primary goal of this portfolio, an investment in the iSectors® Capital Preservation Allocation is not guaranteed and will fluctuate in value.

Capital Preservation Allocation Quick Facts	
as of 3/31/2021	
Portfolio Type	Strategic
Account Minimum	\$15,000
ETF Holdings <sup>1</sup>	13
Model Management Fee	0.30%
Average Credit Quality*	Investment Grade (AA)
Current Yield <sup>2</sup>	1.74%
Yield to Maturity <sup>3*</sup>	1.04%
Effective Duration <sup>4*</sup>	1.49

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Portfolio Composition <sup>1</sup>	
<b>Fixed Income (98.0%)</b>	
Laddered Short Term Inv. Grade Domestic Corp. Bonds	Short Term
Floating Rate Notes	Short Term
Short Term Government Bonds	Short Term
Short Term Inv. Grade Core Bond	Short Term
Laddered Short Term Domestic High Yield Bonds	High Yield
Short Term Mortgage Backed Bonds	Mortgage Backed
<b>Cash (2.0%)</b>	
Money Market Fund	Cash

## Corporate Bond Ladder Example



\* iSectors obtains fixed income data from providers of ETFs in the model, but this data cannot be guaranteed.

Allocation does not seek to return any predetermined amount at maturity and the amount an investor receives may be worth more or less than their original investment

<sup>1</sup>The sample target allocation/holdings information is as of 3/31/2021 and should not be considered a recommendation to buy or sell a particular security. There is no assurance that any specific securities listed will remain a part of the model. <sup>2</sup>An indication of the current dividends and interest based on the holdings and market value of the portfolio as of 3/31/2021. <sup>3</sup>An estimated indication of the anticipated return of the current portfolio if the current holdings are held to maturity. Yields will fluctuate daily and current or past performance no guarantee of future results. <sup>4</sup>A measure of the price sensitivity of the portfolio to a 1% change in interest rates. 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. All quick facts data (excluding credit quality, YTM, and eff. duration) obtained from 'Quick Facts' table on Envestnet Manager Console.

## About The Manager:

iSectors®, LLC manages a suite of exchange-traded fund (ETF)-based asset allocation models. Collectively, the iSectors web-based platform and series of asset allocation models offer advisors and their clients a broad selection of strategies, services and support to assist them in building and managing an appropriate investment solution designed to achieve a client's financial objectives.

Allocation models are categorized by risk and return characteristics and organized into three unique series of asset allocation approaches: Global Allocations (5 risk-based models), 2 Post-MPT Allocations and a Tactical Allocation model. Also offered are Capital Preservation, Domestic Equity, Endowment Allocation, Inflation Protection, Liquid Alternatives, and Precious Metals allocation models.

iSectors® ETF-based portfolios are low-cost (when compared to most actively-managed mutual funds), offer intraday liquidity, and provide transparency with respect to model holdings. All assets are held in separately or unified managed accounts titled in the client's name. Investors are fully supported by their independent registered investment advisor (RIA) and a team of back-office service professionals.

iSectors, LLC is an affiliate of Sumnicht & Associates, LLC (Sumnicht) and, as such, iSectors and Sumnicht share certain employees' services. Sumnicht & Associates was founded in 1988. iSectors became a separate Registered Investment Advisor in August, 2008.

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*The contents of this presentation are intended for informational purposes only. This is neither an offer nor a solicitation to buy and/or sell securities. Information pertaining to iSectors advisory operations, services and fees is set forth in its current disclosure statements (Form ADV, Part 2 Brochure), a copy of which is available upon request.*

*iSectors' Allocation models are not guaranteed and involve risk of loss. At any given point in time, the value of an iSectors® asset allocation model may be worth more or less than the amount invested. Different types of investments and/or investment strategies involve varying levels of risk, and there can be no assurance that any specific investment or investment strategy (including the investments and/or investment strategies devised or undertaken by iSectors) will be either suitable or profitable for a client's or prospective client's portfolio. Asset allocation and diversification concepts do not ensure a profit nor protect against loss in a declining market.*

*You should not assume that any discussion or information contained in this presentation serves as the receipt of, or as a substitute for, personalized investment advice from an investment professional.*

*This presentation has not been reviewed, submitted for review before, or otherwise approved by FINRA, the SEC or any state or provincial securities administrator.*

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