

# Strategic Target Income Fund Class I

Portfolio Date: 12/31/2019  
www.StrategicTargetFunds.com

Maintained by:  
Matrix Trust Company

## Fund Profile

|                      |                              |
|----------------------|------------------------------|
| CUSIP                | 33773R841                    |
| Morningstar Category | US SA Target-Date Retirement |
| Subadvisor           | Strategies, LLC              |
| Base Currency        | US Dollar                    |

## Fee/ Expense

|                   |        |
|-------------------|--------|
| Net Expense Ratio | 0.67   |
| Fee per \$1,000   | \$6.70 |

Fee per \$1000 is assuming no return and based on total net expense for one year

## Operations Information

|                          |           |
|--------------------------|-----------|
| Net Assets - Share Class | 120,000   |
| Inception Date           | 9/28/2007 |
| Turnover Ratio %         | 24.25     |

No commissions or redemption fees charged for purchases and sales of interests in the fund

## Portfolio Construction

The Strategic Target Income Fund is a well-diversified Fund with a conservative asset allocation. The Fund generally seeks a strategic asset allocation of approximately 35% in equities, 55% in fixed-income, and 10% in "alternative asset" classes (such as domestic real estate, foreign real estate and commodities (e.g., oil, gas and timber)) and cash (including stable value products). These allocations may vary up to +/-10 percentage points. Originally established with a target-date of 2005, this Fund may be appropriate for investors that started taking distributions from their retirement funds around that target date.

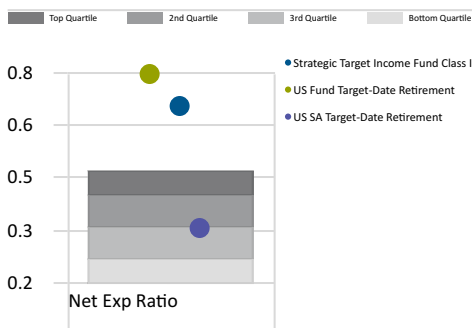
## Investment Philosophy

The Strategies Capital Management (SCM) investment philosophy is rooted in financial academia, including modern portfolio theory, and based on fundamental principles such as the efficient market hypothesis and asset & factor allocation as the key determinants of portfolio risk and return. In accordance with these principles, SCM has constructed collective investment funds to support the following objectives:

- Enhanced diversification from a dynamic core & satellite allocation
- Low cost, non-proprietary, manager of managers
- Broad asset class & factor and limited manager exposure
- High absolute and risk adjusted returns

## Expense Relative to Peer Group

Peer Group (5-95%): Separate Accounts - U.S. - Target-Date Retirement

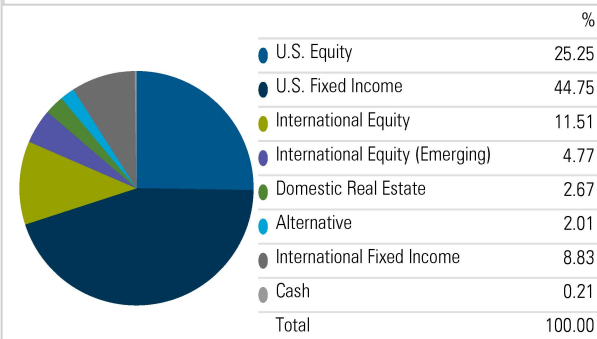


## Top Holdings

Portfolio Date: 12/31/2019

| Asset Name                         | Port % |
|------------------------------------|--------|
| Schwab US Aggregate Bond ETF™      | 35.71  |
| Vanguard S&P 500 ETF               | 22.16  |
| Vanguard FTSE Developed Markets E  | 9.84   |
| JPMorgan Ultra-Short Income ETF    | 6.19   |
| PIMCO International Bond (USD-Hdg  | 6.12   |
| Vanguard FTSE Emerging Markets ET  | 3.20   |
| DFA US Micro Cap I                 | 3.09   |
| PIMCO Short Asset Investment Instl | 2.84   |
| TCW Emerging Markets Income I      | 2.71   |
| Prudential Ins Co Amer -           | 2.67   |

## Asset Allocation - Portfolio Date 12/31/2019



## Investment Growth

Time Period: 1/1/2017 to 12/31/2019



## Principal Risk

Performance information reflects past performance and does not guarantee future results. All returns are net of any fees that accrued within the fund, for more information on the fees please visit the fund's web page noted above. Investment return and principal value will fluctuate such that shares, when redeemed, may be worth more or less than their original cost. All returns that exceed 12 months are annualized.

## Trailing Returns - Investment and Benchmark

|                                      | 3 Mo | YTD   | 1 Yr  | 3 Yr |
|--------------------------------------|------|-------|-------|------|
| Strategic Target Income Fund Class I | 3.74 | 14.18 | 14.18 | 6.73 |
| Mgr Bmrk Trgt Date 2000-2010 Cnsrv   | 2.72 | 13.23 | 13.23 | 6.06 |

## Strategic Target Income Fund Class I - Risk

Time Period: 1/1/2017 to 12/31/2019

Calculation Benchmark: Mgr Bmrk Trgt Date 2000-2010 Cnsrv EW

|                      | Inv   | Bmk1   |
|----------------------|-------|--------|
| Return               | 6.73  | 6.06   |
| Std Dev              | 4.85  | 3.86   |
| Downside Deviation   | 1.06  | 0.00   |
| Alpha                | -0.28 | 0.00   |
| Beta                 | 1.22  | 1.00   |
| R2                   | 94.55 | 100.00 |
| Sharpe Ratio (arith) | 1.03  | 1.13   |

Investment Products: Not FDIC Insured - No Bank Guarantee - May Lose Value

Trustee:

Subadvisor:

**Matrix**  
TRUST COMPANY

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**STRATEGIES**  
Capital Management

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Source: Morningstar Direct

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## Sub-advisor

Strategies Capital Management (SCM) has provided asset management services since establishment in 1993. Completely independent since inception, they advise high net worth and institutional clients. Over the decades, they have garnered a special expertise in the fiduciary aspects of investment consulting that combines knowledge and experience to guide investors in various economic and market conditions. For more information, please visit <http://www.strategiescm.com/home/financial-advisors/scf/>.

## Trustee and Management Fee

There are no sales commissions or redemption fees charged for purchases and sales of interests in the Funds.

|                                         |       |
|-----------------------------------------|-------|
| Annualized Fees:                        |       |
| Trustee Fee                             | 0.15% |
| Management Fee (Underlying Investments) | 0.19% |
| Audit Fee                               | 0.08% |
| Qualified Custodian Fee                 | 0.25% |
| Total Fund Operating Expense:           | 0.67% |

The Funds will invest in a combination of mutual funds, ETFs, and other pooled funds that charge asset management fees (the "Management Fee"). The Management Fee is an additional cost incurred by and deducted from the daily net asset value of the underlying mutual fund, ETF, or commingled fund.

## Additional Information

Data provided is for general informational purposes only is not intended to be used for auditing purposes and may not represent a complete accounting of all holdings within the portfolio. The information should not be considered as investment, legal, accounting, or tax advice or a recommendation of any particular security, strategy, or investment product and it does not take into account the investment objectives, financial situation, or needs of any particular investor. Investors should consider whether the Collective Investment Fund ("CIF") is suitable for their particular circumstances and, if necessary, seek professional advice before investing.

The data is current as of the date listed, and is subject to change without notice. While generally deemed reliable, it has not been verified for accuracy or calculation methodologies and the accuracy of the data cannot be guaranteed.

Units in CIFs are not deposits or obligations of, or endorsed or guaranteed by, Matrix Trust Company or its affiliates, and the units are not insured by the Federal Deposit Insurance Corporation ("FDIC") or any other independent organization. The CIFs are also subject to investment risks, including possible loss of the principal amount. There is no assurance that the stated objective of a particular CIF will be achieved. CIFs maintained by Matrix Trust Company are designed to serve the investment needs of tax-qualified retirement plans. The CIFs are not mutual funds registered under the Investment Company Act of 1940, as amended, ("1940 Act"), and CIF unit holders are not entitled to the protections of the 1940 Act. In addition, the CIFs' units are not securities required to be registered under the Securities Act of 1933, or applicable securities laws of any state or other jurisdiction.

## About Risk

There is no assurance that the stated objective of a particular CIF will be achieved. The potential risks applicable to the CIFs include, but are not limited to the following:

**Market Risk.** CIFs are subject to market risk, which is the chance that the value of the investments in the CIF may decline over time, causing a reduction in the value of the CIF. Stock markets tend to move in cycles, with periods of falling stock prices. Bond markets also usually move in cycles, with bond values being inversely related to the changes in interest rates. As interest rates rise, the value of a bond tends to decrease, and as interest rates declines, the value of a bond tends to increase.

**Foreign Market Risk.** A CIF that invests in funds holding foreign securities may also be subject to the risk of investment in foreign markets. Investing in foreign markets can involve a greater level of risk, as there is often a lower degree of market volume and liquidity than in the U.S. markets, and this may result in higher price volatility. In addition, currency risk must also be considered. Foreign securities may be denominated in foreign currencies, which may change in value in relation to the U.S. dollar, possibly for long periods of time. When a foreign currency declines in value in relation to the U.S. dollar, the return on foreign investments may likewise decline. Foreign governments may also intervene in currency markets or impose approval or registration processes, which could adversely affect the value of the CIF.

**Real Estate Risk.** A CIF that invest in funds holding real estate securities (e.g., REITs) involves many of the risk of investing directly in real estate such as declining real estate values, changing economic conditions and increasing interest rates, which could adversely affect the value of the CIF.

**Commodity Risk.** A CIF that invest in funds holding commodity investments is subject to commodity price fluctuations. Commodity prices generally fluctuate in relation to, among other things, the cost of producing commodities, changes in consumer demand for commodities, hedging and trading strategies of commodity market participants, disruptions in commodity supply, weather, as well as political and other global events, which could adversely affect the value of the CIF.

**Small- and Mid-Cap Risk.** A CIF that invest in small-capitalization and mid-capitalization companies may be subject to price volatility. The securities of both small capitalization and mid capitalization may trade less frequently and in smaller volume than larger, more established companies. Accordingly, their performance can be more volatile and they face greater risk of business failure, which could, depending on the allocation of the CIF's assets to such sectors, increase the volatility of a CIF's performance.

A particular CIF may or may not contain one or more of the asset types described above. Please refer to the asset allocation above.