



TFA Multidimensional Tactical Fund (TFADX) Historical Overview



PREPARED BY:

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Strategy Highlights

TACTICAL DESIGN;

- Transparent portfolio: 19 stocks (from NASDAQ 100) and 11 Fixed Income ETF's
- Static index-like portfolio construction
- Portfolio structure is 60/40 stock/bond split
- Long or Cash, no shorts
- Equal weighting across all positions
- Daily rebalancing

BE DEFENSIVE

- Exposure ranges from 40% to 100% invested depending on the risk in the market
- No leverage used
- Can go 100% cash to preserve capital if program determines that it wants to own none of the 30 positions, but very unlikely due to diversified 60/40 blend
- System automatically balances risk as volatility in the market elevates and ebbs
- Provides a smoother return stream

What is TFADX?

The TFA Multidimensional Tactical Fund has been designed to exploit different types of volatile opportunities in order to maximize returns during uptrends and to protect capital during downtrends. The evolution of TFADX is a culmination of over 12 years of portfolio development.

We believe wisdom combined with experience should result in a fruitful future for TFADX. This strategy includes four moments of return distribution including mean, standard deviation, kurtosis, and skew with more flexible adaptive rules and thresholds.

The fund objective is to seek to provide capital growth, which will determine how the fund invests in:

- Equity securities of small, mid, and large capitalization U.S. companies
- Exchange Traded Funds that invest in fixed income securities including below investment grade securities
- Cash and Cash equivalents

With capital growth as the main objective, multiple types of analysis are used by implementing technical, cyclical, active, strategic, and quantitative measures. These instruments are used to determine when to buy, sell, or hold a security. We take out the emotional factor of investing that so many fall prey to, and allow the strategy to run itself by evaluating the data given to foster the best trading decisions possible.

NASDAQ 100 - Past performance of an index is not an indication or guarantee of future results. All indices are unmanaged and investors cannot invest directly into an index. The NASDAQ 100 Index measures the performance of all issues listed in the NASDAQ Stock Market, except for rights, warrants, units, and convertible debentures.

Standard deviation is defined as a statistic that measures the dispersion of a dataset relative to its mean and is calculated as the square root of the variance. The standard deviation is calculated as the square root of variance by determining each data point's deviation relative to the mean. If the data points are further from the mean, there is a higher deviation within the data set; thus, the more spread out the data, the higher the standard deviation.

Kurtosis is a measure of the combined weight of a distribution's tails relative to the center of the distribution. When a set of approximately normal data is graphed via a histogram, it shows a bell peak and most data within + or - three standard deviations of the mean.

The Evolution

After realizing the inherent faults in tactical asset allocation and the rote and hardline rules associated with technical analysis and its indicators, we, at Preston Wealth Advisors, spent quite some time reviewing the strategy with tactical allocation specialists.

Ultimately, this strategy would look to mirror a 60/40 split of equities and fixed income, respectively while re-balancing these positions at the end of each trading day while using volatility within the market to balance risk.

The changes that have been made from both a tactical asset allocation standpoint and a technical analysis standpoint have aided tremendously in reducing portfolio volatility, maximum drawdown, and beta or market risk. For example, throughout 2020 this strategy only experienced a maximum drawdown of 9.90% from the February peak to the March low, compared to a maximum drawdown of 33.92% for the S&P 500 Total Return Index®.

19 Stock Portfolio Holdings



- Unbiased selection from NASDAQ 100
- Distributed by market capitalization 5 small/ 7 mid/7 large cap
- Diversified by market sectors
- High capacity and liquidity
- Transparent, index-like
- Maintains diversification

The TFA Multidimensional Tactical Fund was constructed based on the analysis of the short comings of the Preston OTC Hedge Strategy. Instead of being a one position portfolio at a time (QQQ, PSQ or Cash), this strategy uses at least 30 different positions to help offset the inherent risk of having one position. As a result, we believe the fund will produce more consistent returns on a year to year basis without the excessive volatility.

Top 10 Holdings

Top 10 Holdings (22.17% of Total Assets)	SYMBOL	% ASSETS
Fidelity Investments Money Market - Government Portfolio - Class I	FIGXX	3.37%
Repligen Corp.	RGEN	2.12%
Charter Communications, Inc. Class A	CHTR	2.11%
Facebook, Inc. Class A	FB	2.11%
First American Treasury Obligations Fund Class X	FXFX	2.11%
Fortinet, Inc.	FTNT	2.10%
Take-Two Interactive Software, Inc.	TTWO	2.08%
Amazon.com, Inc.	AMZN	2.06%
Gilead Sciences, Inc.	GILD	2.06%
Qualcomm, Inc.	QCOM	2.05%

Top 10 Holdings as of 06/30/2021

The History

The Preston OTC Hedge strategy (see below) was a tactical asset allocation strategy that incorporated a universe of three different positions, through the inclusion of two different ETF's. This strategy incorporated technical analysis and utilized historical price data and trend over the course of different look-back periods to determine whether future market price would appreciate or depreciate. From an investment discipline perspective, this strategy most prominently incorporated trend indicators throughout different historical time frames and included momentum indicators to gauge the rate of change within the NASDAQ 100 and better determine whether it was beginning to appreciate or depreciate.

While the maximum drawdown, volatility, and systematic risk of this strategy were heightened due to the faults of classic tactical asset allocation and technical analysis, these strategies were ultimately revised to create the TFA Multidimensional Tactical Fund strategy, with the intention of having this portfolio be more adaptive, comprehensive, and flexible.

PWA OTC HEDGE STRATEGY - MONTHLY RETURNS (ALL RETURNS SHOWN NET OF 1.99% MANAGEMENT FEE)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	ANNUAL
2021	-0.25%	-0.19%	1.28%	5.29%	-0.76%	6.23%							11.93%
2020	1.52%	2.09%	2.12%	-5.82%	4.09%	4.39%	6.44%	10.01%	-10.36%	-3.80%	9.58%	4.89%	25.70%
2019	8.51%	2.17%	0.19%	5.00%	-5.87%	0.77%	1.49%	-5.39%	0.75%	-0.43%	4.07%	2.06%	13.18%
2018	8.26%	-1.30%	-2.85%	-0.67%	5.67%	1.14%	2.30%	5.78%	-0.30%	-10.61%	-3.11%	-10.51%	-7.84%
2017	4.64%	4.38%	0.69%	2.54%	4.29%	-5.48%	3.56%	2.07%	-1.11%	3.73%	1.97%	0.61%	23.67%
2016	-5.96%	-9.27%	4.12%	-3.68%	0.02%	-3.16%	7.34%	1.05%	2.21%	-1.86%	-2.13%	1.10%	-10.76%
2015	-2.58%	7.22%	-2.35%	1.41%	2.25%	-2.47%	4.03%	-9.97%	-1.87%	8.01%	1.04%	-2.09%	1.31%
2014	-2.52%	5.00%	-2.65%	-0.96%	4.30%	2.94%	0.54%	4.93%	-0.82%	2.00%	4.41%	-2.42%	15.22%
2013	1.97%	-0.47%	2.78%	-2.25%	3.32%	-2.36%	5.56%	-0.39%	4.54%	4.26%	3.34%	2.87%	25.33%
2012	-1.31%	6.41%	5.05%	-1.67%	4.67%	-1.68%	3.32%	-0.58%	0.89%	-4.66%	-1.66%	-5.52%	2.49%
2011	0.75%	3.16%	-3.03%	0.09%	0.65%	-2.32%	-5.42%	9.67%	13.21%	-4.33%	1.99%	3.44%	17.56%
2010	-8.32%	1.11%	4.72%	1.74%	-5.71%	5.80%	-1.45%	8.39%	-2.52%	0.74%	-0.16%	4.76%	8.11%
2009	-11.33%	-0.66%	-7.66%	11.92%	3.21%	2.95%	7.94%	1.47%	5.65%	-3.55%	6.35%	5.20%	20.79%
2008	4.80%	2.78%	-1.95%	-2.99%	0.20%	-2.19%	-4.26%	-4.98%	5.75%	12.48%	8.99%	8.00%	27.91%

TRAILING RETURNS	PWA OTC HEDGE	S&P 500 TR
Year To Date	11.93%	15.25%
3 Year Annualized Return	10.02%	18.68%
5 Year Annualized Return	14.34%	17.65%
7 Year Annualized Return	8.62%	14.10%
10 Year Annualized Return	11.15%	14.84%
Since Inc. Ann. Return	12.27%	10.56%

PERFORMANCE	PWA OTC HEDGE	S&P 500 TR
Alpha	10.47%	-
Beta	0.26	-
Max Drawdown	-22.73%	-48.45%
Std Dev	16.16%	15.65%
Sharpe Ratio	0.80	0.72
Down Capture Ratio	56.45%	-

The Conclusion

In conclusion investors can realize excess capital gains on an annualized basis while taking on minimal or reduced risk figures through the inclusion of an active asset allocation strategy that incorporates a dynamic risk overlay. Hence, dynamic volatility profiles of the strategy's respective constituents and flexible technical indicators with built in stop-loss buffers to reduce both non-systematic risk and execution risk.

We Do Not Rest

- Includes individual stock level authority
- Better integration of risks (individual security *relative* to market)
- In extensive testing, improves overall risk/reward ratio
- Expect a smoother ride through difficult times
- Balanced risk taking, daily rebalancing, diversified portfolio resulted in class leading results

Performance shown for the Preston OTC Hedge strategy is net of a 1.99% management fee.

Actual performance may differ substantially from the performance presented. No representation is being made that any account will or is likely to achieve profits, losses or other results similar to those shown

The performance shown for the period January 1, 2008 through December 31, 2012 is hypothetical back-tested information, does not represent any actual trading and does not reflect the returns of an actual account managed by Preston Wealth Advisors ("PWA"). The hypothetical performance is used solely to illustrate what performance would have been had the portfolio been created on January 1, 2008. The hypothetical performance from January 1, 2008 through December 31, 2012 has been audited and verified through a model audit completed by Ashland Partners. The hypothetical performance returns were calculated on a total return basis and include all dividends and interest and other account earnings. The results are shown net of Horter

Investment Management ("HIM") investment management fee of 1.99%, and do not include brokerage commissions, execution costs or custodial fees. The results are not net of any other fees and do not take into account federal or state income taxes. The hypothetical performance for all trades is based on trade signals generated for the time periods indicated by a quantitative program that is under license to PWA and have not been independently verified. The construction of the hypothetical back-tested performance reflects a number of assumptions. No representation or warranty is made as to the reasonableness of the assumptions made or that all assumptions used in achieving the returns have been stated or fully considered. Changes in the assumptions may have a material impact on the hypothetical returns presented.

The performance shown for the period January 1, 2013 through December 31, 2014 is a composite model ("Composite") consisting of all discretionary, fee-paying accounts invested with PWA since inception of the PWA OTC Hedge portfolio at January 1, 2013 and which remain invested in the portfolio as of December 31, 2014. Returns were calculated on total return basis and include all dividends and interest and other account earnings. The results are shown net of HIM's investment management fee of 1.99% on an annual basis, and do not include brokerage commissions, custodial fees and execution costs. The results are not net of any other fees and do not take into account federal or state income taxes. Not every client account in the Composite will have identical characteristics. The actual characteristics with respect to an account may vary due to a variety of factors. Not all clients will pay the 1.99% fee. The Composite has not been independently verified. The hypothetical performance for all trades is based on trade signals generated for the time periods indicated by a quantitative program that is under license to PWA and have not been independently verified. The construction of the Composite reflects a number of assumptions. No representation or warranty is made as to the reasonableness of the assumptions made or that all assumptions used in achieving the returns have been stated or fully considered. Changes in the assumptions may have a material impact on the Composite returns presented. The performance shown from January 1, 2015 to September 30, 2020 is based on either trade information provided by HIM to PWA for actual trades made by HIM during that period or actual trade data from the custodian. The results are shown net of HIM's investment management fee of 1.99% on an annual basis, and do not include brokerage commissions, custodial fees and execution costs. The results are not net of any other fees and do not take into account federal or state income taxes. Not every client account invested during this period will have identical characteristics. The actual characteristics with respect to an account may vary due to a variety of factors. Not all clients will pay the 1.99% fee. The information provided has not been independently verified. Hypothetical, back-tested performance and model performance is not actual performance, but is hypothetical. Hypothetical back-tested returns have many inherent limitations. Unlike actual performance, it does not represent actual trading. Since trades have not been actually been executed, results may have under- or over-compensated for the impact, if any, of certain market factors, such as lack of liquidity, and may not reflect the impact that certain economic or market factors may have had on the decision-making process. Other periods selected may have different results, including losses. Further, the hypothetical returns do not account for trading slippage or variance. There can be no assurance that the PWA OTC Hedge portfolio will achieve profits or avoid incurring substantial losses. No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. In fact, there are frequently sharp difference between hypothetical back-tested performance results and actual results subsequently achieved by any particular trading program. One of the limitations of *hypothetical performance* results is that they are generally prepared with the benefit of *hindsight* absent the existence of actual market conditions that may have material impacts of trading decisions. In addition, hypothetical trading does not involve financial *risk*, and no hypothetical trading record can completely account for the impact of financial risk on actual trading. For example, the ability to withstand losses or to comply with a particular trading program in *spite* of trading losses is material to trading decisions *and can* adversely affect actual trading results.

There are numerous *other factors* related to the markets in general or to the implementation of any specific trading program which cannot be fully accounted for in the preparation of hypothetical performance results, all of which can adversely affect actual trading results. Therefore, no matter how positive the model or hypothetical investment returns have been over any time period, the potential for loss is always present due to factors that may not be accounted for in the hypothetical performance model.

All performance results set forth have been compiled by PWA for HIM. All information contained herein has been obtained from third-party sources believed to be reliable, but PWA cannot guarantee its accuracy or completeness. For reasons including variances in portfolio account holdings, variances in the investment management fee and transaction/custodial fees incurred, market fluctuation, dispersion, trading slippage, the date on which a client invested funds in PWA OTC Hedge, and any account contributions or withdrawals, the performance of a specific client's account may vary substantially from the indicated PWA performance results. The account may be actively managed in an attempt to respond to changing conditions.

Important Disclosures

Performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Up-to-date performance data on the fund can be obtained by calling (513) 987-4458.

An investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. There can be no assurance that the Fund will be successful in meeting its objectives. The risks associated with the Fund, detailed in the Prospectus, include the risks of investing in global stock and bond markets due to changes in currency exchange rates and unstable political, social, and economic conditions. The value of a security may decline due to general market conditions which are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment generally. The value of a security may also decline due to factors which affect a particular industry or industries, such as labor shortages or increased production costs and competitive conditions within an industry. During a general downturn in the securities markets, multiple asset classes may decline in value simultaneously. Equity securities generally have greater price volatility than fixed income securities. Investments in securities issued by smaller capitalization companies (including micro cap, small cap and mid cap) involve greater risk than investments in large capitalization companies. The value of securities issued by smaller capitalization companies may go up or down, sometimes rapidly and unpredictably, due to narrower markets and more limited managerial and financial resources than large cap companies. The Fund's investments in smaller capitalization companies may increase the volatility of the Fund's portfolio.

The Fund is distributed by Arbor Court Capital, member FINRA/SIPC., 8000 Town Centre Drive, Suite 400, Broadview Heights, Ohio 44147. Additional information about Arbor Court Capital is available at <https://brokercheck.finra.org>. Tactical Fund Advisors, LLC is not affiliated with Arbor Court Capital

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Risk Disclosures

Mutual Funds involve risk including the possible loss of principal. The Fund is new and has a limited history of operations. Therefore, limited performance information is presented for the Fund at this time.

The value of a specific security can be more volatile than the market as a whole, and can perform differently from the value of the market as a whole. The portfolio manager's judgments about the attractiveness, value and potential appreciation of particular stocks or other securities in which the Fund invests may prove to be incorrect and there is no guarantee that the portfolio manager's judgment will produce the desired results. Overall market risks may also affect the value of the Fund. Under certain market conditions the Fund may have significant investments in cash or cash equivalents.

Management Risk The portfolio managers' judgments about the attractiveness, value and potential appreciation of particular stocks or other securities in which the Fund invests or sells short may prove to be incorrect and there is no guarantee that the portfolio managers' judgment will produce the desired results. Additionally, the Adviser's judgments about the potential performance of the sub advisers may also prove incorrect and may not produce the desired results.

Model Risk Like all quantitative analysis, the sub advisers' investment models carry a risk that the mathematical models used might be based on one or more incorrect assumptions. Rapidly changing and unforeseen market dynamics could also lead to a decrease in short term effectiveness of the sub advisers' mathematical models. No assurance can be given that the Fund will be successful under all or any market conditions.

Options Risk There are risks associated with the sale and purchase of call and put options. As a seller (of a put option, the Fund will tend to lose money if the value of the reference index or security falls below the strike price. As the seller (of a call option, the Fund will tend to lose money if the value of the reference index or security rises above the strike price. As the buyer of a put or call option, the Fund risks losing the entire premium invested if the value of the reference index or security is below (above) the call (put) strike at maturity.

Portfolio Turnover Risk A higher portfolio turnover may result in higher transactional and brokerage costs associated with the turnover which may reduce the Fund's return, unless the securities traded can be bought and sold without corresponding commission costs. Active trading of securities may also increase the Fund's realized capital gains or losses, which may affect the taxes you pay as a Fund shareholder.

Short Position Risk The Fund may also take short positions, including shares of an ETF. A "short" position is, in effect, similar to a sale in which the Fund sells a security it does not own but, has borrowed in anticipation that the market price of the security will decline. The Fund must replace a short security position by purchasing it at the market price at the time of replacement. Therefore, the potential loss on a "short" position is unlimited.

Carefully consider the Fund's investment objectives, risks and expenses carefully before investing. This and other information can be found in the Fund's prospectus, and if available, summary prospectus, which may be obtained by calling 866-987-0915 by visiting www.tfafunds.com. Read the prospectus carefully before investing. Investing involves risk, including possible loss of capital



Transparency and open dialogue are welcomed. We are happy to arrange for one on one confidential conversations on all levels to help you further understand our models and strategies.

Please contact Drew Horter to learn more about TFADX and our family of Tactical Mutual Funds:

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