GRADIENT INVESTMENTS, LLC
An SEC Registered Investment Advisor

Gradient Tactical Rotation

A quantitative approach to worldwide stock markets

The information herein is for informational purposes only and should not be used as the sole basis for making an investment decision. Investing involves risk including the potential loss of principal. Please consult your independent investment advisor before making any investment decisions.

TACTICAL ROTATION

Investment Philosophy

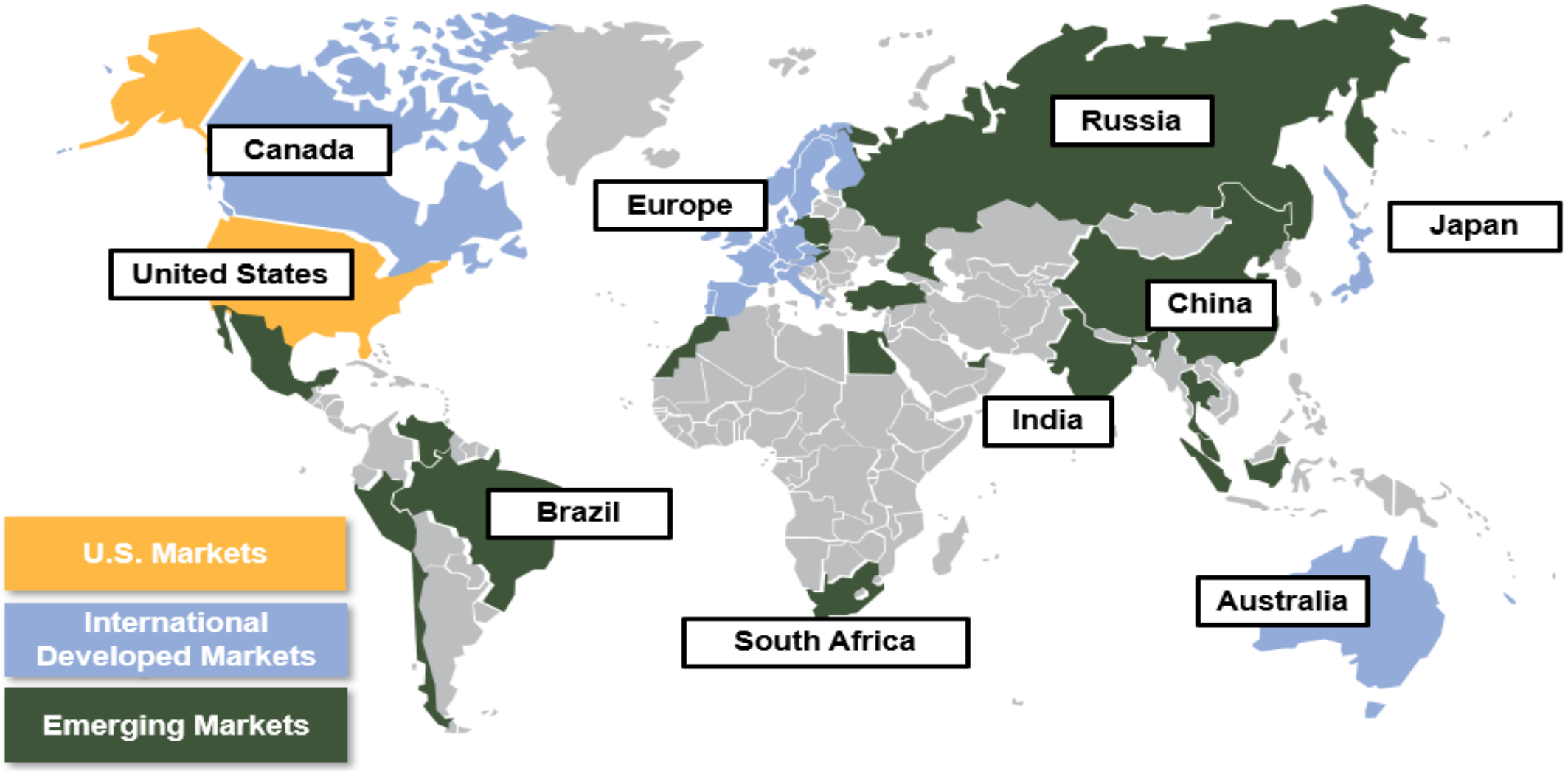
OBJECTIVE	MANDATE	EXECUTION
Long term capital appreciation through stock market exposure	Global tactical allocation based upon price momentum strategy	Concentrated allocation to one global subsector at a time

Gradient Tactical Rotation Strategy

TACTICAL	• Actively managed asset selection • Take advantage of market pricing anomalies
ROTATION	• Movement from one asset to another • Deploys a rules-based methodology
MOMENTUM	• Belief that stock price trends are more likely to move in the same direction • Rising prices likely continue to rise

TACTICAL ROTATION

Global Stock Markets



TACTICAL ROTATION

Global Stock Market Sub-Sectors

Sub-Sectors	Tilt	Description	Example
High Beta	Offensive	Stocks that fluctuate to a greater degree in price compared to an index	Technology Sector
Market Index	Neutral	Broad geographic coverage for market diversification	Stock Market Index: S&P 500
Low Volatility	Defensive	Stocks that fluctuate to a lesser degree in price compared to an index	Utility Sector
Cash	Principal Preservation	Used in times of extraordinary volatility	Money Market

TACTICAL ROTATION

GTR Investable Universe

Sub-sector	U.S. Markets	International Developed Markets	Emerging Markets
High Beta	U.S. High Beta	Intl. Developed Momentum	Emerging Markets Momentum
Market Index	U.S. Broad Market	Intl. Developed Broad Market	Emerging Markets Broad Market
Low Volatility	U.S. Low Volatility	Intl. Developed Low Volatility	Emerging Markets Low Volatility
Cash	CASH		

GTR Investment Process

The GTR algorithm is run monthly to accomplish the following

Identify the strongest global market

Identify the strongest sub-sector within the selected global market

Invest in one sub-sector that corresponds to the identified global sub-sector

<u>If all markets reflect sustained negative price momentum</u>

The GTR will transition to cash

Once momentum returns, the GTR will reinvest

TACTICAL ROTATION

GTR STRATEGY

COMPOSITE PERFORMANCE THROUGH AUGUST 31, 2026

	YTD 2026	1 Year	3 Year	5 Year	10 Year	Annualized Return Since Inception*	Standard Deviation Since Inception*
GTR	17.73%	30.89%	12.17%	2.24%	9.29%	8.67%	16.16%

Performance returns and standard deviation numbers are composite of all accounts included in the Gradient Tactical Rotation Strategy. *The strategy's inception date is 1/1/2015. Returns are net of all transaction costs and net of Gradient Investment's management fee, but does not include the standard 1.00% advisor fee. These numbers are not meant to predict your individual results which could be better or worse. Investor's net returns may vary based on advisory fee, account size, and householding. Investing involves risk including the possible loss of principal and past performance is no guarantee of future returns.

TACTICAL ROTATION

SUMMARY

GRADIENT TACTICAL ROTATION (GTR)

- **A tactical portfolio with an investable universe of global stock market subsectors**
- **Deploys a rules-based methodology**
- **Seeks relative outperformance compared to a global broad market index (S&P BMI)**
- **Investor Profile: Growth**

Account Minimum: $500

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TACTICAL ROTATION