

Strategic Allocation - Sector

Sector Rotation for Bull & Bear Markets

An actively managed investment strategy that systematically shifts into the top performing sectors of the market.

Investment Style:
Sector Rotation

Risk Profiles:
■ Conservative ■ Moderate ■ Growth

Invests In:
Sectors | Bonds | Money Market



Market Trending Up

Utilizes the concept of momentum investing to allocate to sectors that are exhibiting the strongest relative strength.



Market Trending Down

The portfolio may allocate to defensive sectors, bonds, or money market during prolonged down trends.



Market Moving Sideways

Capitalizes on the concept that "there's always a bull market somewhere" by monitoring 40 sector and subsectors.



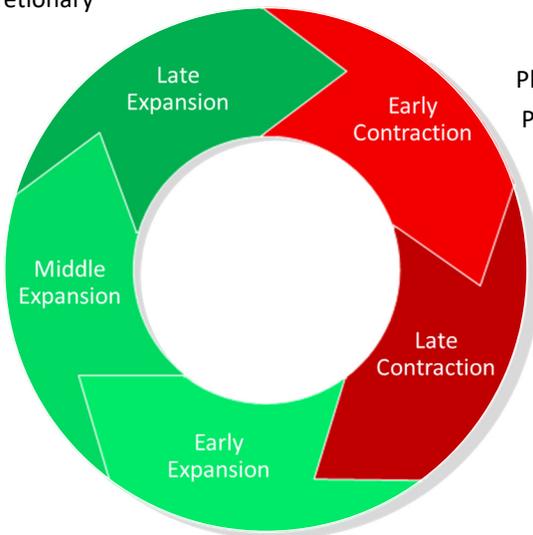
Bull Market Sectors

Basic Materials
Construction & Housing
Consumer Discretionary
Energy
Industrials
Leisure
Retail
Technology
Transportation



Bear Market Sectors

Biotechnology
Consumer Staples
Financials
Health Care
Pharmaceuticals
Precious Metals
Real Estate
Utilities
Fixed Income



Different sectors tend to outperform depending on the stage of the market cycle.

OBJECTIVE

Market exposure through a focused portfolio of sector and fixed income funds.

SUMMARY

Strategic Allocation - Sector applies Q3's quantitative investment ranking process to a universe of sector and fixed income funds. The strategy provides investors with a focused portfolio that maintains the ability to participate in rising markets along with the potential to shift to defensive sectors and bonds when market conditions dictate.

PLATFORMS

| | |
|-----------------|-----------|
| E*Trade Advisor | Adhesion |
| TD Ameritrade | Orion/FTJ |
| Schwab | Fidelity |
| Folio | Sawtooth |

There is no assurance that the strategy will achieve its investment objective.

About Q3

Q3 Asset Management's roots trace back to 1982 when Bradford Giaimo began his career in the COMEX Gold Pit. In 1984, Brad was recruited to work for Paul Tudor Jones, where he learned the importance of "risk control" from someone considered by many to be one of the greatest money managers of the modern era. At the end of 1986 he took the lessons he'd learned and applied them as an independent member of the NYBOT, where he would spend the next 13 years refining the skills and concepts that he brings to Q3 Asset Management.

Q3 has been providing professional money management programs to investors since 2006. During that time, we have seen dramatic volatility and shifts in the market. These conditions are precisely why Q3 was founded – to help investors navigate the dynamic and demanding investment landscape with strategies that are responsive to changing investment environments. Our commitment remains the same as it did at our founding, to design strategies with one goal, to attempt to protect investors from severe losses in down markets while providing quality participation in rising markets.

Important Risk Information

Please review individual research reports for detailed descriptions and disclosures. Past performance is not indicative of future results. There is no assurance objectives will be realized. There is a risk of loss with all of Q3 Asset Management's investment strategies. For a list of all recommendations made in the preceding twelve months please contact our office directly. No graph, chart, formula or other device can, in and of itself, be used to determine which securities to buy or sell, or when to buy or sell such securities, or can assist persons in making those decisions. All prospective clients must review our ADV II prior to investing.