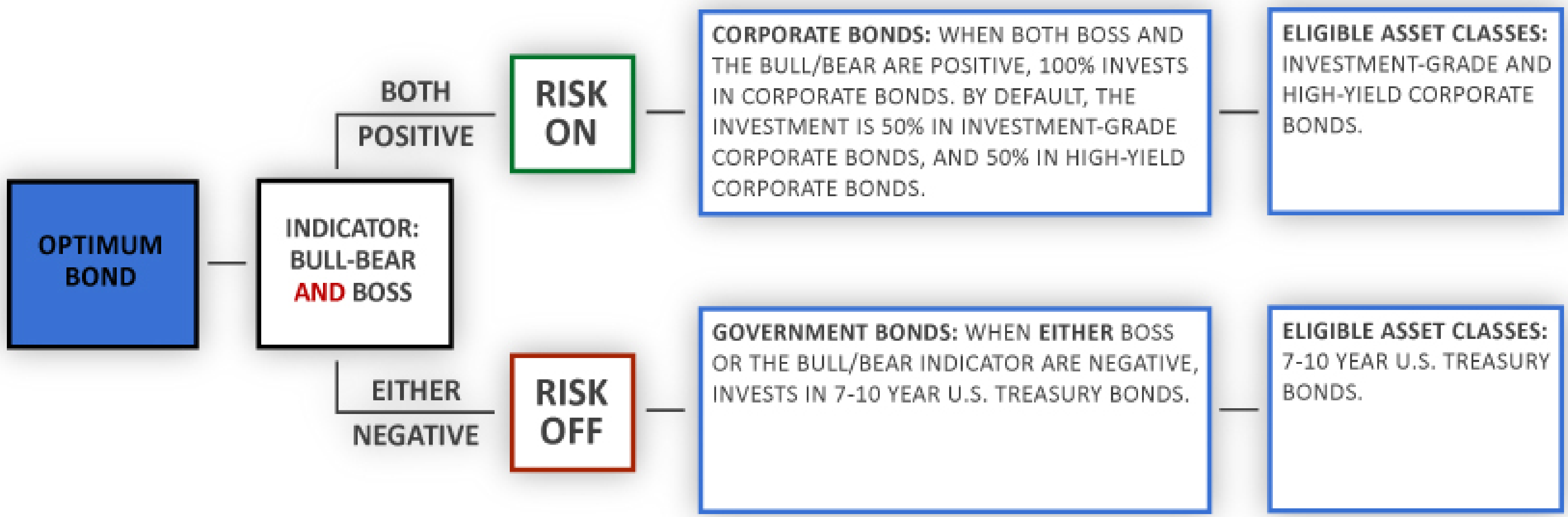
Optimum Bond Model



- Built upon the persistent phenomena that government bonds typically perform best in times of equity market distress, and corporate bonds tend to do so when the equity market is enjoying smooth sailing.
- Employs Bull-Bear indicator and "BOSS" Balance of Strength Signal to determine when to invest in government vs. corporate bonds. Remains continuously invested.
- When invested in corporate bonds, the default mix is 50% investment-grade, and 50% high-yield corporate bonds.
- During "RISK OFF" periods, invests in 7-10 year U.S. Treasury bonds.