

# BCM Decathlon Conservative Tactics



Inception Date: 01/01/2012 | Data as of 10/31/2022

## Strategy Objective, Expectations, and Process:

BCM Decathlon Conservative Tactics is a global, go anywhere strategy powered by a machine learning system designed to remove emotion from decision-making and provide investors with a smoother ride—consistent returns with less volatility. This strategy seeks growth opportunities wherever they may be and helps preserve capital by managing volatility and timely equity exposure.

The Decathlon system uses pattern recognition technology, driven by machine learning, to analyze the historical data of each ETF in the managed investment universe, seeking to identify behavior patterns and predict forward performance for each ETF investment pool. The investment pool (universe) consists of ~130 ETFs representing virtually every investable asset class, sub asset class, industry and geography (see Portfolio Construction section for more information on the investment universe).

The system will then use the observable data (or ETF behavior patterns) to rank the ETFs from the most desirable to the least, based on the risk/reward expected. When the portfolio rebalances, 10 attractive, risk-appropriate ETFs are included in the portfolio in 10% equal weights.

The strategy has an expected equity exposure between 0% and 30% (50% maximum), with an expected volatility range of 4-7%. This asset allocation model can be used as a core holding in a portfolio, or it can be a 25-30% wedge used to diversify holdings and time equity exposure based on market conditions.

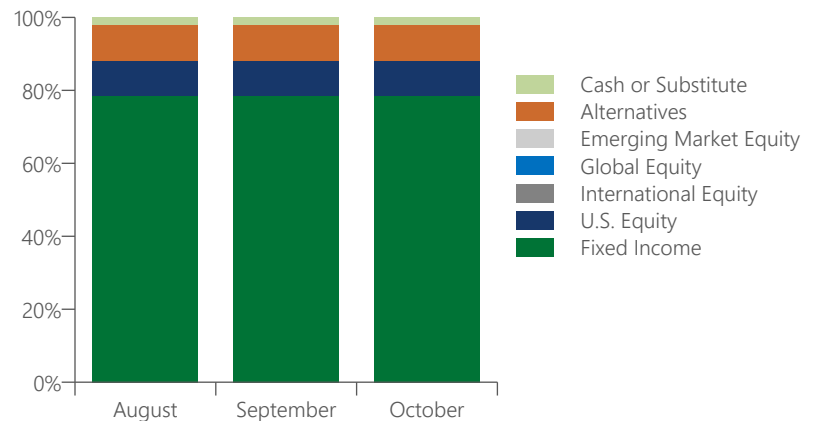
The system is designed to create portfolios that have overall volatility within the specified target levels and equity exposure in-line with their risk category given the market environment.

## Investment Universe

Geographical and asset class breakdown (as of 12/31/21):

<b>38</b>	U.S. Equity ETFs	Broad Index / Sub-sector	/ Sector
<b>15</b>	Global Equity ETFs	Broad Index / Sector	/ Sector
<b>35</b>	Int'l Equity ETFs	Devel. Index / Devel. Country	/ Sector / EM
<b>30</b>	Fixed Income ETFs	Domestic / International	
<b>14</b>	Alternative ETFs	Currency REIT / Preferred Stock	/ Commodity

## Month-End Portfolio Allocations



**Performance and Risk Summary** - Please see page 2 for additional monthly and annual return information.

Performance (net)**	Strategy	Index*	Risk Measures	5 Year Trailing Strategy	5 Year Trailing Index*	Since Inception Strategy	Since Inception Index*
3 Months	-5.42%	-8.15%	Standard Deviation	6.24%	5.99%	5.06%	4.66%
1 - Yr Annualized	-12.14%	-16.43%	Alpha	0.29%	0.00%	0.21%	0.00%
3 - Yrs Annualized	-1.61%	-1.81%	Beta	0.87	1.00	0.83	1.00
5 - Yrs Annualized	1.22%	0.88%	Sharpe Ratio	0.02	-0.04	0.39	0.46
Annualized Since Inception	2.63%	2.76%	Max Drawdown	-13.28%	-16.97%	-13.28%	-16.97%

\*20% MSCI ACWI / 80% Bloomberg U.S. Aggregate Bond Index prior to September 2022 and 20% MSCI ACWI / 80% ICE BofA US Broad Market Index thereafter  
 \*\*Strategy performance and risk statistics are through 10/31/2022 and are net of maximum applicable management fee of 0.50%. Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted. Total returns include changes in share price and reinvestment of dividends and capital gains, if any. Please see additional disclosures for more information. For Investment Professional use. Not for further distribution.

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## Monthly Returns (net)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year-to-Date Strategy	Index*
2022	-1.69%	-1.21%	-1.93%	-3.42%	-0.03%	-3.03%	4.23%	-2.27%	-3.59%	0.38%			-12.08%	-16.73%
2021	-1.08%	-1.85%	-0.07%	1.29%	1.13%	0.23%	0.35%	0.23%	-0.80%	-0.12%	0.30%	-0.37%	-0.81%	2.36%
2020	-0.32%	0.05%	-3.83%	2.18%	2.08%	1.64%	3.01%	0.54%	0.17%	-0.79%	1.64%	1.35%	7.79%	9.84%
2019	0.66%	-0.46%	1.95%	-0.00%	2.31%	1.53%	0.13%	2.56%	-0.25%	1.16%	0.56%	0.76%	11.39%	12.39%
2018	3.80%	-1.85%	0.75%	-1.03%	1.48%	-0.31%	0.16%	1.79%	-0.17%	-5.38%	0.62%	0.29%	-0.15%	-1.68%
<b>Annual (net)</b>		2017	2016	2015	2014	2013	2012							
<b>Strategy</b>		15.18%	3.93%	-0.22%	0.02%	2.11%	3.84%							
<b>Index*</b>		7.49%	3.91%	0.23%	5.78%	2.70%	6.80%							

\*20% MSCI ACWI / 80% Bloomberg U.S. Aggregate Bond Index prior to September 2022 and 20% MSCI ACWI / 80% ICE BofA US Broad Market Index thereafter

Contact a BCM Consultant: (844) 401-7699 [salesupport@investbcm.com](mailto:salesupport@investbcm.com) [investBCM.com](http://investBCM.com)

**About BCM** - Beaumont Capital Management (BCM), powered by Algorithmic Investment Models (AIM), is an asset manager that provides AI-based, quantitative portfolio solutions designed to give investors attractive returns and a smoother ride by seeking maximum returns while managing volatility. Additionally, the firm has a suite of proprietary quantitative tools and machine learning capabilities that can be employed to develop custom research and investment solutions for RIAs and institutional investors.

### Disclosures:

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Performance data shown represents past performance and is no guarantee of future results. One cannot invest directly in an index. Investment return and principal value will fluctuate, you may have a gain or loss when the strategy and/or its positions are sold. Current performance may be higher or lower than shown. Total returns include changes in share price and reinvestment of dividends and capital gains, if any. Data shown through 10/31/2022. Strategy performance is net of maximum applicable management fees of 0.50% but does not include platform fees, advisor fees, or other applicable fees; index returns are gross. Custodial and trading costs will vary by account size and are estimated to be an additional 0.15% depending on which strategy and custodian is used. Estimated trading costs may be higher for smaller accounts due to the minimum transaction fee varying by custodian. Those percentages do not include the expenses of the ETFs held in client accounts, however, an ETF's expenses are reflected in the ETF's share price.

Performance for periods greater than a year is annualized; if less than a full year, the return is cumulative. The performance shown is for the stated time period only. Differences in account size, timing, management fees, custodian and platform fee structure, price of transactions and market conditions prevailing at the time of investment may lead to different results. Differences in the methodology used to calculate performance may also lead to different performance results than those shown. All returns are expressed in U.S. dollars.

As with all investments, there are associated inherent risks including loss of principal. Stock markets, especially foreign markets, are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, or economic developments. Sector investments concentrate in a particular industry and the investments' performance could depend heavily on the performance of that industry and be more volatile than the performance of less concentrated investment options. Foreign securities are subject to interest rate, currency exchange rate, economic, and political risks, all of which are magnified in emerging markets. The risks are particularly significant for ETFs that focus on a single country or region. Fixed Income investments are subject to inflationary, credit, market and interest rate risks.

Exchange Traded Funds (ETFs), trade like stocks and are subject to investment volatility and the potential for loss. ETFs are securities that track an index, a commodity or a basket of assets like an index fund. ETFs experience price changes throughout the day as they are bought and sold. The BCM investment strategies may not be appropriate for everyone. Due to the periodic rebalancing nature of our strategies, they are not appropriate for those investors who desire regular withdrawals or frequent deposits. The portfolio manager maintains full discretion for the strategy. The month end portfolio allocations shown are the weight of the allocations at time of purchase. Actual allocations will differ due to market fluctuations. Cash levels are estimated to be ~2% even when a model is "fully" invested and can be allocated to a money market or short duration (up to a 1-3 year) bond ETF.

Index providers periodically change their security classifications and BCM will analyze the changes and update the research and methodology of the effected strategies accordingly. The inception date of BCM Decathlon Series was January 1, 2012. The strategy was typically rebalanced every 10 days until October 2012 and every 25 days until July 2020. Decathlon's process is subject to ongoing research and enhancement. Performance shown is based on the then current algorithms/system used. In October 2019, the strategy's maximum equity limit changed from 80% to 50% and its benchmark changed from the Dow Jones Conservative Allocation Index to 20% MSCI ACWI / 80% Bloomberg Barclays U.S. Aggregate Bond Index retroactively. In September 2022, the strategy's benchmark was changed on a going forward basis to 70% MSCI ACWI / 20% ICE BofA US Broad Market Index.

The MSCI ACWI® tracks developed and emerging equity markets. ICE BofA US Broad Market Index tracks the performance of US dollar denominated investment grade debt publicly issued in the US domestic market. Indices are not managed and do not incur fees or expenses. MSCI is a registered trademark of MSCI Inc. Standard deviation: a measure of variability used in statistics. Alpha: a risk-adjusted return in excess of that received to a benchmark. Beta: is a number describing the relation of its returns with those of the financial market as a whole. A positive beta means that the asset's returns generally follow the market's returns. A negative beta means that the asset's returns generally move opposite the market's returns. R-Squared: represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. Sharpe Ratio: a measure of the excess return per unit of standard deviation in an investment asset or a trading strategy. Max Drawdown: the maximum peak to trough decline in monthly returns of the strategy over the given time period.

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