

# Strategic Income Program



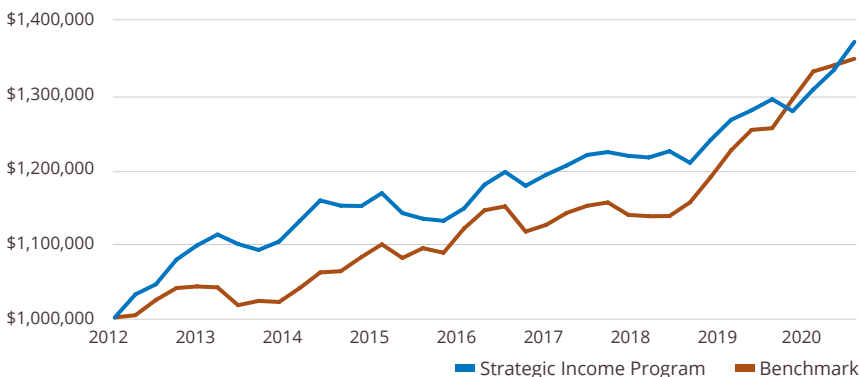
## PROGRAM DESCRIPTION

The Sierra Strategic Income Program seeks to achieve satisfactory Total Return – income and capital appreciation – over each market cycle, while limiting drawdowns, an approach that has in recent years been called absolute return. It is a globally diversified strategy, with asset allocation tactically adjusted to reflect changes in the economic and market cycles. The Program invests in a diverse selection of mutual funds to access a wide range of income-oriented asset classes. A stop is placed under each holding that rises as its price rises, and the holding is sold when price declines below the stop to limit drawdowns even during periods of severe market declines. There are no set proportions or limits for the Program’s allocations.

## TOP HOLDINGS

FUND	TICKER	WEIGHT
Sierra Tactical Core Income Fund	SSIRX	50.0%
Sierra Tactical Bond Fund	STBJX	15.0%
Cohen & Steers Preferred Securities and Income Fund	CPXIX	8.1%
Baird Quality Intermediate Municipal Bond Fund	BMBIX	5.8%
PIMCO Total Return Fund	PTTRX	4.9%
Payden Emerging Markets Bond Fund	PYEMX	4.0%
PIMCO International Bond Fund (U.S. Dollar-Hedged)	PFORX	4.0%
Nuveen Preferred Securities and Income Fund	NPSRX	2.7%
Deer Park Total Return Credit Fund	DPFNX	2.1%
PIMCO International Bond Fund (Unhedged)	PFUIX	1.7%
<b>Subtotal of Program</b>		<b>98.3%</b>

## GROWTH OF \$1,000,000 – AFTER FEES



## PORTFOLIO MANAGERS



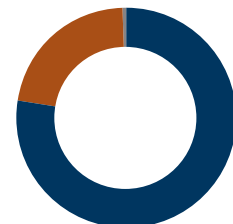
**Kenneth L. Sleeper MBA, PhD**  
Co-Founder, Portfolio Manager  
Started in Industry: 1984



**David C. Wright, JD**  
Co-Founder, Portfolio Manager  
Started in Industry: 1985

## ASSET ALLOCATION

<b>FIXED INCOME</b>	<b>77.5%</b>
High Yield Corp. Bonds	19.0%
High Grade U.S. Bonds	12.4%
International Bonds	12.1%
Tax Free Municipal Bonds	11.1%
Multisector Bond Funds	9.5%
Emerging Markets Bonds	9.5%
Intermediate-Term Bonds	2.2%
Floating Rate Bonds	1.7%
<b>STOCKS</b>	<b>22.1%</b>
Preferred Stock	22.1%
<b>CASH</b>	<b>0.4%</b>
Cash & Equivalents	0.4%
<b>Total</b>	<b>100.0%</b>



The benchmark for the Sierra Strategic Income Program is the Bloomberg Barclays U.S. Aggregate Bond Index, which is a broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. One cannot invest directly in an index or category, and unmanaged index or category returns do not reflect any fees, expenses, or sales charges.

Invest wisely. Rest easy.

## QUARTERLY PERFORMANCE – AFTER FEES

	STRATEGIC INCOME PROGRAM						BENCHMARK	
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FULL YEAR	CUMULATIVE RETURN	FULL YEAR	CUMULATIVE RETURN
2012	3.12%	1.34%	3.20%	1.79%	9.79%	9.79%	4.21%	4.21%
2013	1.35%	-1.16%	-0.74%	1.05%	0.49%	10.32%	-2.02%	2.11%
2014	2.53%	2.47%	-0.61%	-0.04%	4.37%	15.14%	5.97%	8.20%
2015	1.52%	-2.32%	-0.67%	-0.25%	-1.75%	13.13%	0.55%	8.79%
2016	1.49%	2.82%	1.46%	-1.57%	4.21%	17.89%	2.65%	11.67%
2017	1.28%	1.06%	1.19%	0.31%	3.89%	22.48%	3.54%	15.63%
2018	-0.42%	-0.18%	0.70%	-1.29%	-1.19%	21.02%	0.01%	15.64%
2019	2.55%	2.22%	1.02%	1.17%	7.14%	29.66%	8.72%	25.72%
2020	-1.26%	2.31%	2.01%	2.87%	6.01%	37.45%	7.51%	35.16%
<b>Average annualized compounded returns:</b>					<b>3.60%</b>		<b>3.40%</b>	

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The "Growth of \$1,000,000 – After Fees" graph and the "Quarterly Performance – After Fees" chart show the performance which was achieved in the Sierra Strategic Income Program since the inception date of 1/1/2012. The performance presented is net of the annual fee rate of 1.800% through 12/31/2016, 1.425% from 1/1/2017 to 9/30/2019 and 1.268% thereafter, which is calculated and deducted quarterly through 12/31/2017. Beginning 1/1/2018, the fee rate is calculated and deducted during the first month of each quarter. Fees are less for households with more than \$500,000 under management. U.S. Dollars are the currency used to express performance results.

Since 1/1/2017, the Sierra Strategic Income Program has been allocated to mutual funds managed by an affiliate of Sierra. The fee reduction represents the Sierra mutual funds fee offset credit for that fraction of the account invested in one or more of the Sierra mutual funds.

Since 1/1/2012, the source of the performance data is from a composite of accounts invested in the Strategic Income Program.

The net performance data shown reflects the reinvestment of dividends.

The performance data does represent the impact that material economic and market factors had on the investment manager's decision-making. The performance shown represents past performance. Past performance does not guarantee future results. All investments involve risk, including loss of principal.

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