

# DIVERSIFIED MUNICIPAL BOND MODEL

AS OF SEPTEMBER 30, 2021



AFTER FEES

Available at Orion Portfolio Solutions

## INVESTMENT OBJECTIVES & STRATEGY

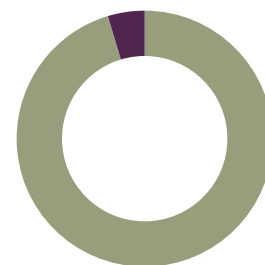
The Ocean Park Diversified Municipal Bond Model seeks to produce satisfying long-term returns while limiting downside risk. Returns are created from interest income as well as increases in bond prices. The interest income from municipal bonds is tax-exempt at the federal level, providing a valuable benefit for clients in relatively high income tax brackets. The Model diversifies a client's account directly and indirectly among a number of municipal bond mutual funds. Trends in the municipal bond market will determine when the Model and its underlying holdings will be either fully invested or in cash. Each holding is monitored daily, and during declines a proprietary stop-loss discipline is executed with the goal of limiting drawdowns.

## HOLDINGS

FUND	WEIGHT
Sierra Tactical Municipal Fund	80.0%
Nuveen High Yield Municipal Bond I	8.0%
BlackRock High Yield Municipal Instl	5.0%
BlackRock Strategic Muni Opps Instl	5.0%
Money Market Fund	2.0%
<b>Total</b>	<b>100.0%</b>

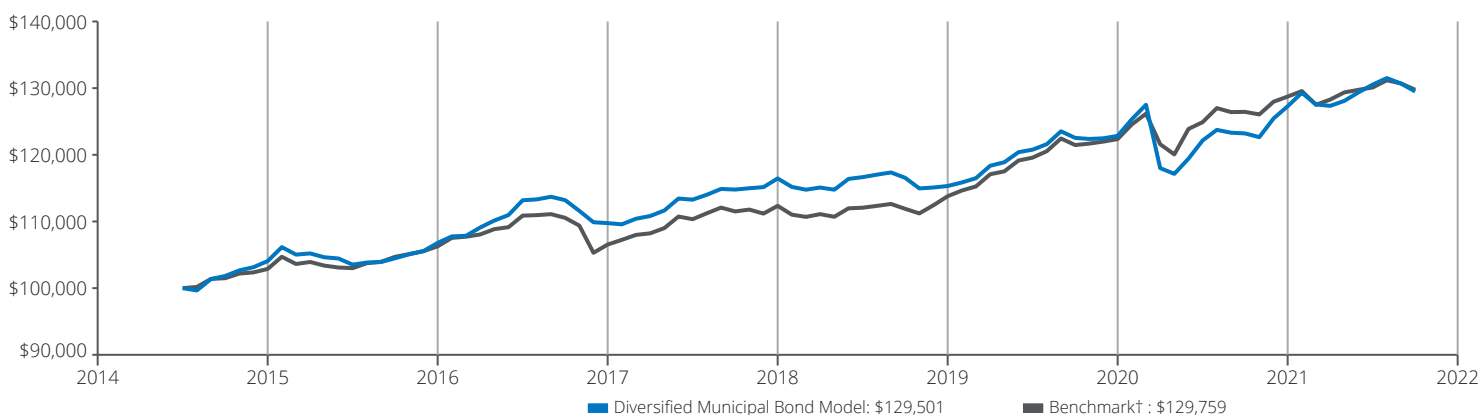
## ASSET ALLOCATION

Tax Free Municipal Bonds	95.4%
Cash and Equivalents	4.6%



Holdings and Asset Allocation are subject to change.

## GROWTH OF \$100,000



†The benchmark for the Ocean Park Diversified Municipal Bond Model is the Bloomberg Barclays Municipal Bond Index, which is an unmanaged index that is considered representative of the broad market for investment grade tax-exempt bonds with a maturity of at least one year. One cannot invest directly in an index or category and unmanaged index or category returns do not reflect any fees, expenses, or sales charges.

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## PERFORMANCE METRICS

Since Inception (7/1/2014 – 9/30/2021)

	CUMULATIVE RETURN	RETURN	STANDARD DEVIATION %	SHARPE RATIO	DOWNSIDE DEVIATION %	SORTINO RATIO	MAXIMUM DRAWDOWN
Diversified Municipal Bond Model	29.50%	3.63%	4.24	0.67	3.18	0.89	-8.13%
Benchmark†	29.88%	3.67%	3.48	0.82	2.38	1.20	-5.21%

## QUARTERLY RETURNS

## RETURNS BY QUARTER

## DIVERSIFIED MUNICIPAL BOND MODEL

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FULL YEAR	FULL YEAR BENCHMARK†	MAXIMUM DRAWDOWN	
							DIVERSIFIED MUNICIPAL BOND MODEL	BENCHMARK†
2021	0.05%	2.50%	-0.79%	—	1.74%	0.79%	-1.52%	-1.59%
2020	-3.94%	3.52%	0.86%	3.31%	3.62%	5.21%	-8.13%	-4.84%
2019	2.63%	2.05%	1.46%	0.25%	6.52%	7.54%	-0.93%	-0.80%
2018	-1.17%	1.36%	-0.09%	-1.05%	-0.97%	1.28%	-2.04%	-1.47%
2017	0.97%	2.22%	1.34%	1.45%	6.10%	5.45%	-0.16%	-0.80%
2016	2.15%	3.75%	0.02%	-3.05%	2.77%	0.25%	-3.48%	-5.21%
2015	1.10%	-1.60%	0.93%	2.20%	2.63%	3.30%	-2.48%	-1.63%
2014	—	—	1.82%	2.19%	4.06%	2.88%	-0.35%	—

## AVERAGE ANNUAL RETURNS AND VOLATILITY

ANNUALIZED RETURNS	QTD	YTD	PERIODS OVER A YEAR ARE ANNUALIZED						SINCE INCEPTION
			1 YEAR	3 YEARS	5 YEARS	10 YEARS	15 YEARS	20 YEARS	
Diversified Municipal Bond Model	-0.79%	1.74%	5.11%	3.58%	2.73%	—	—	—	3.63%
Benchmark†	-0.27%	0.79%	2.63%	5.06%	3.26%	—	—	—	3.67%

## STANDARD DEVIATION % (TRAILING PERIODS)

Diversified Municipal Bond Model	N/A	N/A	3.86	5.77	4.77	—	—	—	4.24
Benchmark†	N/A	N/A	2.89	4.06	3.95	—	—	—	3.48

## SENIOR INVESTMENT TEAM



**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



**Doug Loeffler, CFA, CAIA**  
Executive VP of Investment Management  
Started in Industry: 1988

## DEFINITIONS

**Standard Deviation** is a statistical concept used in investment management to measure risk for the variability of return of a fund's performance. A high standard deviation represents greater risk.

**Sharpe Ratio** uses standard deviation to measure a fund's risk-adjusted returns. The higher a fund's Sharpe Ratio, the better a fund's returns have been relative to the risk it has taken on.

**Downside Deviation** is a risk statistic measuring volatility. It is a variation of Standard Deviation that focuses only upon the "bad" volatility.

**Sortino Ratio** is a modification of the Sharpe Ratio that differentiates harmful volatility from general volatility by taking into account the Standard Deviation of negative asset returns, called Downside Deviation.

**Max Drawdown** is an indicator of the risk of a portfolio chosen based on a certain strategy. It measures the largest single drop from peak to bottom in the value of a portfolio (before a new peak is achieved) using month-end data.

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*The "Growth of \$100,000 - After Fees" graph and the "Quarterly Performance - After Fees" chart show the performance which was achieved in the Ocean Park (or an affiliate) Municipal Bond Program marker SMA accounts managed in the same way as the Ocean Park Diversified Municipal Bond Model from 7/1/2014 to 2/28/2019. From 3/1/2019 to 3/31/2019, the source of the performance data was generated by the Morningstar Direct model portfolio module and validated by summing the weighted average performance of each holding.*

*Since 4/1/2019, the source of the performance data is the Ocean Park Diversified Municipal Bond Model available at Orion Portfolio Solutions. The performance presented is net of the highest Orion Portfolio Solutions asset-based fee of 0.45% and an assumed advisory fee of 1.0% for a total annual fee rate of 1.45% which is calculated and deducted on a monthly basis. U.S. Dollars are the currency used to express performance results.*

*From 1/1/2016 to 2/28/2019, from a marker SMA account managed in the same way as the Ocean Park Diversified Municipal Bond Model by Ocean Park. From 7/1/2014 to 12/31/2015, from a marker SMA account managed by an affiliate of Ocean Park in the same way as the Ocean Park Diversified Municipal Bond Model.*

*Since 3/1/2019, the performance data sources have been allocated to a mutual fund managed by an affiliate of Ocean Park.*

*The net performance data shown reflects reinvestment of dividends but will vary from the net results for each client due to different fee arrangements charged by any brokerage firm involved and the financial adviser. Specific investments in the Model may be made at different times and into different holdings.*

*Orion Portfolio Solutions requires the Ocean Park Diversified Municipal Bond Model to maintain a minimum of 2% of the portfolio's value in cash which may affect the portfolio's performance.*

*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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