

# STRATEGIC INCOME STRATEGY

AS OF SEPTEMBER 30, 2022



Available on TAMP Platforms

## INVESTMENT OBJECTIVES & STRATEGY

The Ocean Park Strategic Income Strategy 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 economy and market cycles. The Strategy invests in a diverse selection of mutual funds to access a wide range of income-oriented asset classes. A stop is placed on each holding that rises as its price rises, and the holding is sold when price declines below the stop to help limit drawdowns even during periods of severe market declines. There are no set proportions or limits for the Strategy's allocations.

## HOLDINGS

FUND	WEIGHT
Sierra Tactical Core Income Instl	44.9%
Sierra Bond Instl	30.1%
Sierra Tactical Municipal Instl	5.0%
<b>Total</b>	<b>80.0%</b>

## ASSET ALLOCATION

■ Cash and Equivalents 100.0%



*Holdings and Asset Allocation are subject to change. Representative account is being used for illustrative purposes only*

## PERFORMANCE METRICS

Since Inception (4/1/2013 – 9/30/2022)	CUMULATIVE RETURN	RETURN	STANDARD DEVIATION	SHARPE RATIO	DOWNSIDE DEVIATION	SORTINO RATIO	MAXIMUM DRAWDOWN
Investment – Gross	57.66%	3.45%	2.86%	0.94	1.56%	1.73	-6.00%
Investment – Net	18.55%	1.81%	2.85%	0.38	1.56%	0.61	-7.61%
Benchmark†	9.07%	0.92%	4.02%	0.07	3.09%	0.08	-16.09%

† The Bloomberg Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate pass-throughs), ABS and CMBS (agency and non-agency). The index does not take into account charges, fees and other expenses, and investors cannot invest directly in an index.

## QUARTERLY AND ANNUAL RETURNS

	Q1		Q2		Q3		Q4		FULL YEAR			MAXIMUM DRAWDOWN		
	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Benchmark†	Gross	Net	Benchmark†
2022	-2.05%	-2.45%	-1.98%	-2.37%	-0.56%	-0.96%	—	—	-4.53%	-5.67%	-14.61%	-4.53%	-5.67%	-14.61%
2021	-0.21%	-0.61%	2.29%	1.88%	0.11%	-0.29%	-1.11%	-1.50%	1.06%	-0.55%	-1.54%	-1.54%	-2.06%	-3.37%
2020	0.29%	-0.11%	2.56%	2.15%	2.50%	2.09%	3.69%	3.27%	9.31%	7.58%	7.51%	-1.23%	-1.56%	-1.30%
2019	2.89%	2.48%	2.51%	2.10%	1.38%	0.98%	1.30%	0.90%	8.33%	6.61%	8.72%	-0.45%	-0.59%	-0.53%
2018	-0.34%	-0.73%	0.16%	-0.24%	1.18%	0.78%	-1.20%	-1.60%	-0.21%	-1.80%	0.01%	-1.69%	-2.32%	-2.38%
2017	1.88%	1.47%	1.50%	1.10%	1.68%	1.27%	0.87%	0.46%	6.06%	4.38%	3.54%	—	-0.13%	-0.55%
2016	2.14%	1.73%	3.33%	2.92%	1.93%	1.52%	-1.16%	-1.55%	6.34%	4.65%	2.65%	-1.79%	-2.05%	-3.28%
2015	1.98%	1.58%	-1.77%	-2.16%	-0.13%	-0.53%	0.29%	-0.11%	0.34%	-1.25%	0.55%	-1.97%	-2.83%	-2.15%
2014	2.84%	2.43%	3.16%	2.74%	-0.14%	-0.54%	0.51%	0.11%	6.47%	4.78%	5.97%	-1.12%	-1.38%	-0.68%
2013	—	—	-0.79%	-1.18%	-0.23%	-0.63%	1.51%	1.11%	0.48%	-0.72%	-1.90%	-2.75%	-3.26%	-3.67%

## AVERAGE ANNUAL RETURNS AND VOLATILITY

ANNUALIZED RETURNS	QTD	YTD	1 YEAR	PERIODS OVER A YEAR ARE ANNUALIZED				SINCE INCEPTION
				3 YEARS	5 YEARS	10 YEARS	15 YEARS	
Investment - Gross	-0.56%	-4.53%	-5.58%	2.23%	2.83%	—	—	3.45%
Investment - Net	-0.96%	-5.67%	-7.08%	0.61%	1.20%	—	—	1.81%
Benchmark†	-4.75%	-14.61%	-14.60%	-3.26%	-0.27%	—	—	0.92%

## STANDARD DEVIATION % (TRAILING PERIODS)

Investment - Gross	N/A	N/A	2.58	3.52	3.05	—	—	2.86
Investment - Net	N/A	N/A	2.58	3.52	3.05	—	—	2.85
Benchmark†	N/A	N/A	6.91	5.36	4.77	—	—	4.02

## 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,  
Portfolio Manager  
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 currency used to express performance is USD.

Gross-of-fee returns are reduced by trading costs. Returns include the reinvestment of all income. Net-of-fee returns are calculated using a model fee of 1.6%. The annual model management fee is applied on a monthly basis, by deducting 1/12th of the model fee from the monthly gross returns. Because clients will have different fee arrangements and specific investments in the strategy may be made at different times, net performance for any individual client will vary from the net performance as stated herein.

The source of performance is based on a composite inceptioned on April 1, 2013. A portion of the Strategic Income Strategy may be allocated to proprietary mutual funds managed by an affiliate of Ocean Park.

Past performance is not indicative of future results. All investments involve risk, including loss of principal.

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