

Strategic Income 100

The Ocean Park Strategic Income 100 Strategy invests in a broad range of income-oriented asset classes through a portfolio of affiliated Sierra Mutual Funds.

The strategy seeks to achieve a competitive long-term total return, while aiming to limit exposure to market drawdowns.

Each of the strategy's holdings has a unique mandate that seek to take advantage of market uptrends within their respective asset class opportunity set. Underlying holdings of the Sierra Mutual Funds are monitored daily and are subject to a proprietary Trailing Stop Discipline as part of their integrated risk management process.

The strategy's allocations are intended to take advantage of the complementary properties among the Sierra Mutual Fund fixed-income funds. Allocations are unconstrained and revisited at least annually.



FOR ILLUSTRATIVE PURPOSES ONLY.

Allocations and holdings are subject to change at any time. For illustrative purposes only. Target returns are not guaranteed, and actual results may differ materially.

Our Rules-Based Investment Process

The Investment Management Team convenes **every day** to review **all portfolios** and **all Buy and Sell signals**.

WHEN TO BUY



Trend Following

- We evaluate buying opportunities when our quantitative decision rules identify an uptrend in the price of a security.
- An uptrend is determined by a security's price rising above both the recent low of its upper band and a secondary moving average.
- A security's bands are related to its historic volatility and are off set above and below a short-term exponential moving average.

WHAT TO BUY



Security Selection

- We seek to buy securities exhibiting strong risk-adjusted returns during a recent uptrend.
- Additional metrics, such as strength of the recent uptrend, historical volatility, and correlation to existing holdings, are considered in portfolio construction.
- If there are multiple securities with buy signals in the same asset class, preference is towards buying securities with better, recent risk-adjusted performance.
- For multi-asset-class portfolios, if there are a number of securities with buy signals across different asset classes, risk and diversification are also considered, with the goal of preventing one asset class from having an outsized impact on the portfolio.

WHEN TO SELL



Trailing Stop Discipline

- We will sell a security when our quantitative decision rules identify a downtrend in the price of a security.
- A downtrend is determined by a security's price falling below the recent high of its lower band – an event which triggers a sell signal.
- Our Trailing Stop Discipline seeks to limit the impact of a further decline in value of a security on the overall portfolio.
- Our Trailing Stop Discipline is applied across positions in each of our managed portfolios and monitored daily.
- When a position is sold, we may keep the proceeds in cash or buy another security.

Trailing Stop Discipline (“Discipline”). This proprietary Discipline has the objective of limiting the magnitude for portfolio drawdowns. The Discipline is based on a manual process that defines sell levels/signals for security holdings in decline, as measured by its price falling below the recent high of its lower band. These are not market orders. Ocean Park utilizes this Discipline directly in the management of non-affiliated holdings. Ocean Park invests in its affiliated Sierra Mutual Funds (“Funds”) and the Discipline is applied at the Underlying Funds level, not on the Funds themselves. Please see our Form ADV Part 2A for information on conflicts of interest that exist as a result of Ocean Park investing in affiliated Funds.

Cash Exposure. In the absence of buy signals, and/or temporarily following a sell signal, portfolios can have exposure to 100% cash and cash equivalent asset classes. Because our affiliated Funds utilize the same discipline, the Underlying Holdings of any Fund can also have cash exposure. Cash exposure in Ocean Park portfolios therefore considers both the direct cash exposure as well as the cash exposure within the affiliated Funds.

Past performance does not guarantee future results and there is no guarantee that any investment strategy will achieve its objectives, generate profits or avoid losses.

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