

Structured Weekly Recap

September's momentum continued into the first week of October, with equities and the dollar rising and bonds falling. The Nasdaq was one of many US indices that hit new highs, ending the week up 1.45%. The Dow and the S&P 500 missed ending the week on highs but rose 1.65% and 1.2%, respectively. The hurricanes influenced the September jobs report and gave the markets something to wonder about on Friday, but it did not change expectations on Federal Reserve policy, pushing the dollar up 0.8% for the week.

Europe rose as well though not as robustly. The STOXX 600 increased 0.2%, and the gains were spread evenly across the region. Asia was slightly stronger, with the TOPIX up 0.7%, and, once again, gains were strong across the region. The MSCI Emerging Markets index had its best week since August, rising 2%. The 10-year Treasury yield rose 3 basis points to 2.36% while the 2-year Treasury rose 2 basis points to 1.5%.

Asset Class	Symbol	Closing Price	Weekly Total Return
US Equities			
US large and mid cap	SCHX	\$60.81	+1.28%
US small cap	SCHA	\$68.17	+1.19%
International Equities			
Developed international	SCHF	\$33.46	-0.03%
International small cap	SCHC	\$35.80	-0.06%
Emerging market	SCHE	\$27.36	+1.67%
Real Estate			
US REITs	SCHH	\$41.27	+0.34%
International property	VNQI	\$59.62	+0.35%
US Bonds			
Intermediate-term Treasuries	SCHR	\$53.76	-0.16%
TIPS	SCHP	\$55.13	-0.08%
US broad market	SCHZ	\$52.20	-0.10%

Securities Commentary

SCHX: US equities turned in a robust performance this week, and the large and mid-cap-based SCHX moved up 1.3%. The effects of the GDP report carried through into this week, and Republicans revealed a plan to reduce spending in coordination with the plan to reduce taxes. News of tax policy progress helped fuel the rally in the markets in the last two weeks. SCHX is now up 15.9% for the year.

SCHE: Emerging markets were one of the weakest sectors last week, but they bounced back impressively. SCHE rose 1.7%, more than erasing last week's decline. This is even more impressive because the dollar rallied this week but emerging markets kept up anyway.

SCHR: The decline in bonds continued this week although not at the same pace as last week. All the Structured bond funds fell, with SCHR posting the worst performance with a decline of 0.16%.

Market Data

Indices	Weekly Total Return	Market Benchmarks	Price/Level	Weekly Change
US Equities		US Rates		
S&P 500	+1.25%	Fed funds	1.16%	+0.10%
Russell 2000	+1.44%	Generic 2-year Treasury	1.50%	+0.02%
Russell 3000 ¹	0.00%	Generic 10-year Treasury	2.36%	+0.03%
International Equities		Currencies		
European equities	-0.15%	Euro (\$/€)	1.17	-0.01
Japanese equities	+0.67%	Yen (¥/\$)	112.65	+0.14
Emerging-market equities	+2.18%	Sterling (\$/£)	1.31	0.00
Global equities ex-US ¹	0.00%	Trade-weighted dollar index	1,170.46	+10.03
Global Bonds		Commodities		
US broad market ¹	0.00%	WTI	\$49.29	-\$2.38
International bonds	-0.79%	Gold	\$1,276.60	-\$3.55
Global investment-grade bonds	0.00%	Industrial metals	1,537.69	-9.19

¹ These three indices are the elements of the benchmarks for the six Structured strategies.

Glossary

All equity and aggregate bond indices describe a total return in USD terms with no currency hedging.

European equities - FTSE Developed Europe Index

Japanese equities - FTSE Japan Index

Emerging-market equities - FTSE Emerging Index

Global equities ex-US - MSCI ACWI ex-US Index

US broad bond market - Bloomberg Barclays US Aggregate Bond Index

International bonds - Bloomberg Barclays ex-USD Aggregate Bond Index

Global investment-grade bonds - J.P. Morgan Global Aggregate Bond Index

Generic Treasury yields - Bloomberg indices describing points on the Treasury yield curve

Trade-weighted dollar index - Bloomberg Dollar Spot Index. A trade-weighted index of the performance of ten currencies vs the USD – when the dollar strengthens on average, the index increases

WTI - price of the active futures on West Texas Intermediate crude

Gold - spot price of a troy ounce

Industrial metals - S&P GSCI Industrial Metals Index in USD terms

Disclosures: CataMetrics Management, LLC, (the "Firm") a Registered Investment Adviser, offers global, risk-managed, multi-asset class, and index-focused portfolio strategies to the institutional platform marketplace as well as to financial advisors. Please visit our website www.catametrics-management.com for more information and to review the firm's Form ADV Part 2A. All investments carry a certain risk, and there is no assurance that an investment will provide positive performance over any period. An investor may experience loss of principal. Investment decisions should always be made based on the investor's specific financial needs and objectives, goals, time horizon, and risk tolerance. The asset classes and/or investment strategies described may not be suitable for all investors and investors should consult with an investment adviser to determine the appropriate investment strategy.

Exchange-traded funds (ETFs) are subject to risks similar to those of stocks, such as market, interest rate, foreign exchange, and liquidity risks. An investor in ETFs may bear indirect fees and expenses charged by the ETFs in addition to their direct fees and expenses, and is subject to the risk of loss of principal. ETF sponsors may suspend trading in ETFs and may not honor redemption requests. ETFs may trade at a discount or premium to their net asset value and are subject to the market fluctuations of their underlying investments. When considering investing in an ETF, you should consult your financial advisor and accountant on how investing in the fund will affect your taxes.

Before investing in an ETF, you should read both its summary prospectus and its full prospectus, which provide detailed information on the ETF's investment objective, principal investment strategies, risks, costs, and historical performance (if any). The SEC's EDGAR system, as well as Internet search engines, can help you locate a specific ETF prospectus. You can also find prospectuses on the websites of the financial firms that sponsor a particular ETF, as well as through your broker.

Past performance is no guarantee of future results of any ETF.

Information obtained from third-party sources is believed to be reliable but is not guaranteed. The Firm makes no representation regarding the accuracy or completeness of information provided herein. All opinions and views constitute our judgments as of the date of writing and are subject to change at any time without notice.

The S&P 500 Index is a commonly recognized, market-capitalization-weighted index of 500 widely-held companies, designed to measure the performance of US large-cap stocks. The Russell 3000 Index is a free float-adjusted, market-capitalization-weighted index which measures the performance of the largest 3,000 US companies representing approximately 98% of the investable US equity market. The MSCI All Country World Index [ACWI] is designed to measure the performance of the global equity market and is a free float-adjusted, market-capitalization-weighted index composed of large- and mid-cap stocks of companies located in developed and emerging countries throughout the world. The MSCI ACWI ex-USA Index is designed to measure the performance of the global equity market excluding the US component and is a free float-adjusted, market-capitalization-weighted index composed of large- and mid-cap stocks of companies located in developed- and emerging-market countries. The Bloomberg Barclays US Aggregate Bond Index [BBG Barc Agg] provides a broad-based measure of the fixed-rate US investment-grade debt market. The Bloomberg Barclays Global Aggregate Bond Index [BBG Barc Global Agg] measures global investment-grade, fixed-rate debt from both developed- and emerging-markets. The J.P. Morgan Global Aggregate Bond Index (JPM GABI) provides a broad-based measure of the global fixed-rate, investment-grade debt markets. The JPM GABI is a US dollar denominated, investment-grade index with asset classes from developed and emerging markets. Cash refers to overnight Fed funds.

CataMetrics® is a registered trademark of CataMetrics Management, LLC.