

AGENDA 11-18-23

09:30 INCOME SIG UPDATE
Frank Erzinger

10:30 Challenges & Opportunities in Equities
Bill Hawes, President & CIO
Candor Asset Advisors & Co

ADVISOR STATUS

- We are not investment advisors.

THE FUTURE IS NOT PREDICTABLE ... but RHYMES?

- Pursuant to the provisions of Rule 206(4)-1 of the Investment Advisors Act of 1940, all attendees should recognize that recommendations implied or made, may or may not duplicate the performance based on historical analysis.

SOURCES

- The contents of this presentation have been compiled from original and published sources believed to be reliable, but accuracy or completeness is not guaranteed.

- ▶ **OBJECTIVE**
 - Great Assets at Good Prices (Kettlebell, not Dumbbell)
 - Monthly Income via Dividends, Options ... & Price Δ
- ▶ **ASSETS CLASSES**
 - Au, Bonds, Stocks, Alternatives, US or non US
- ▶ **HORIZON**
 - 1 month +
- ▶ **EQUITIES**
 - Upper 1/2 of Industry Benchmark(s);
 - 1st Position etfs or mfunds, 2nd Position - Companys
 - Morningstar >3 or C+
- ▶ **VALUATION**
 - Dividend a f(Cash Flow, Inc Stmt Grwth, B.Sheet Debt)
 - Risk Adjusted Returns, Drawdowns
 - Momentum -> Buy Sell Sequence – etf, equity, options

Hybrid Income – Panel of (sort of free) Experts

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- Dr. Ed Yardeni, Yardeni.com (EY)
- Dr. Torston Slok – The Apollo Economist (TS)
- JP Morgan Analytics – Q3 2023 Outlook (JPM)
- Research Affiliates – Risk and Return Simulations

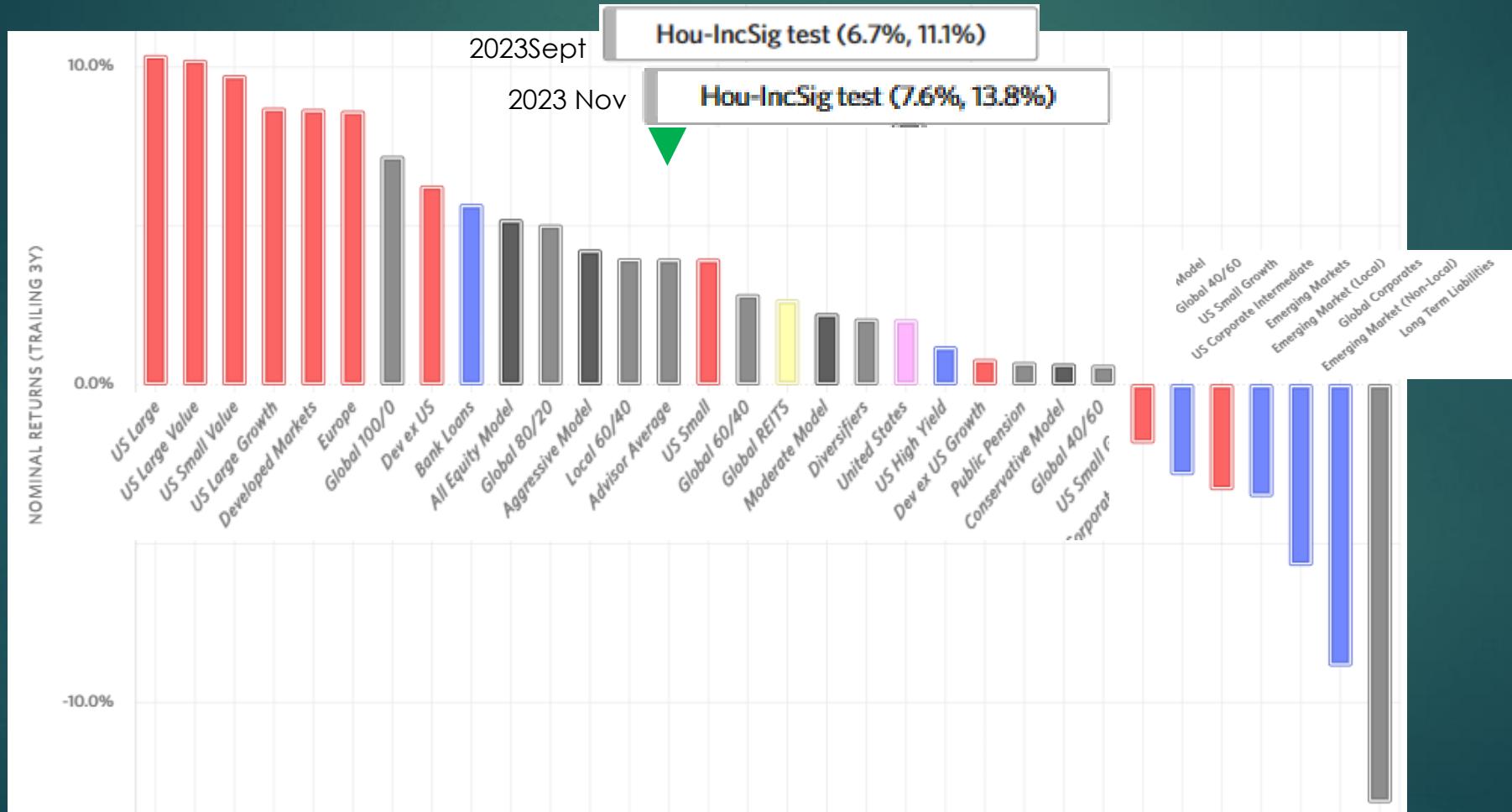
AAll Houston Speakers+:

- Sumgrowth.com, Scott Juds - Algorithmic Sector Surfer
- DeltaIM.com, Delta Investment Management, Nick Atkinson
- RGBCapitalGroup.com, Rob Bernstein, AAll San Diego
- CandorAssetAdvisors.com, Bill Hawes, AAll San Antonio
- Aeromir.com, Wayne Klump, SW Portfolio
- This Week in Charts – CharlieBilello

- ▶ 1. BASELINE
- ▶ 2. MARKETS - MACRO
- ▶ 3. NEXT STEPS - Rotation

1. BASELINE - Trailing 3 yr - NOMINAL Return vs Risk (δ)

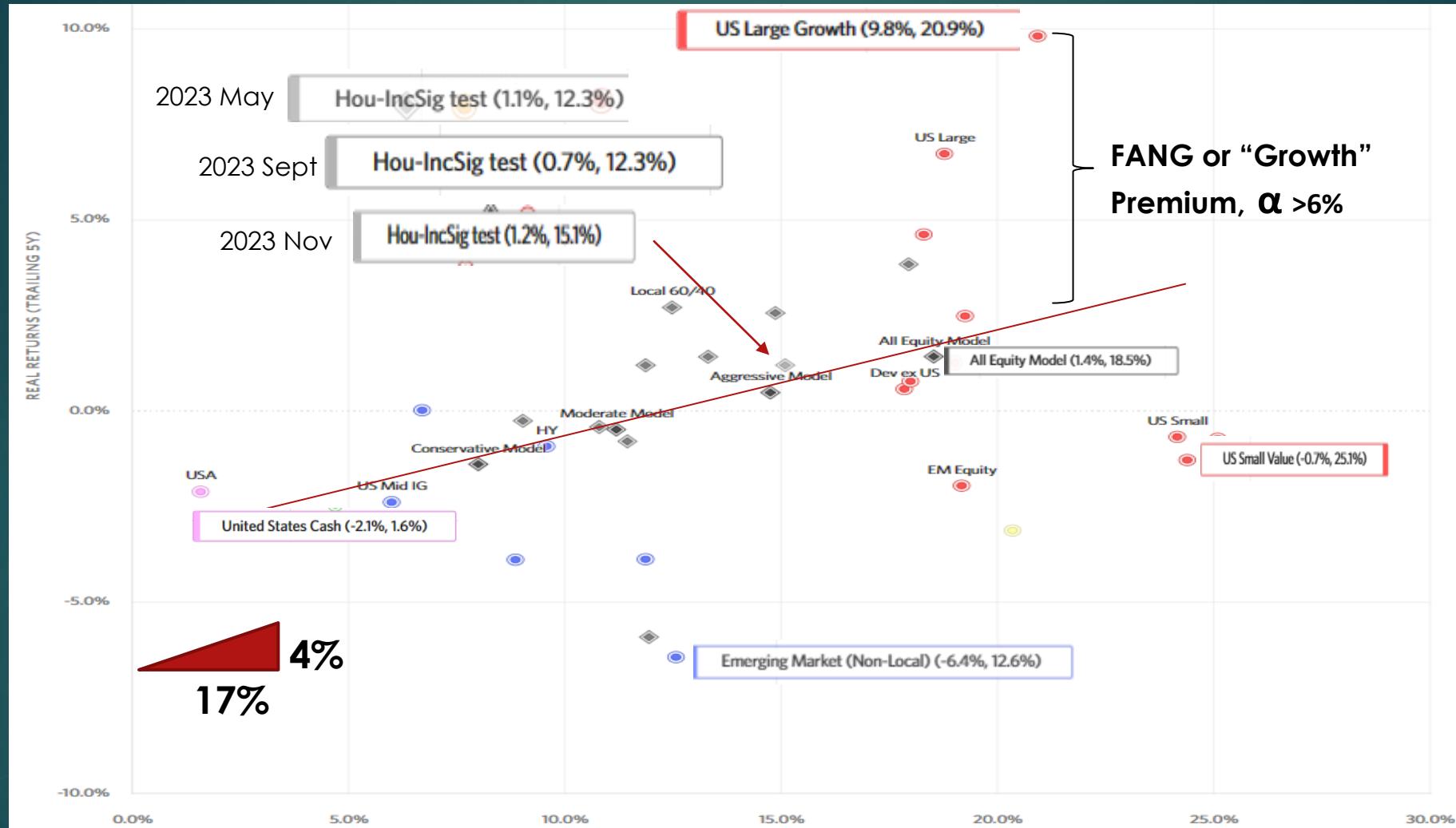
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Source: RA Simulations, (3 year trailing nominal return*, risk as indicated by δ)

11-14-23vvE

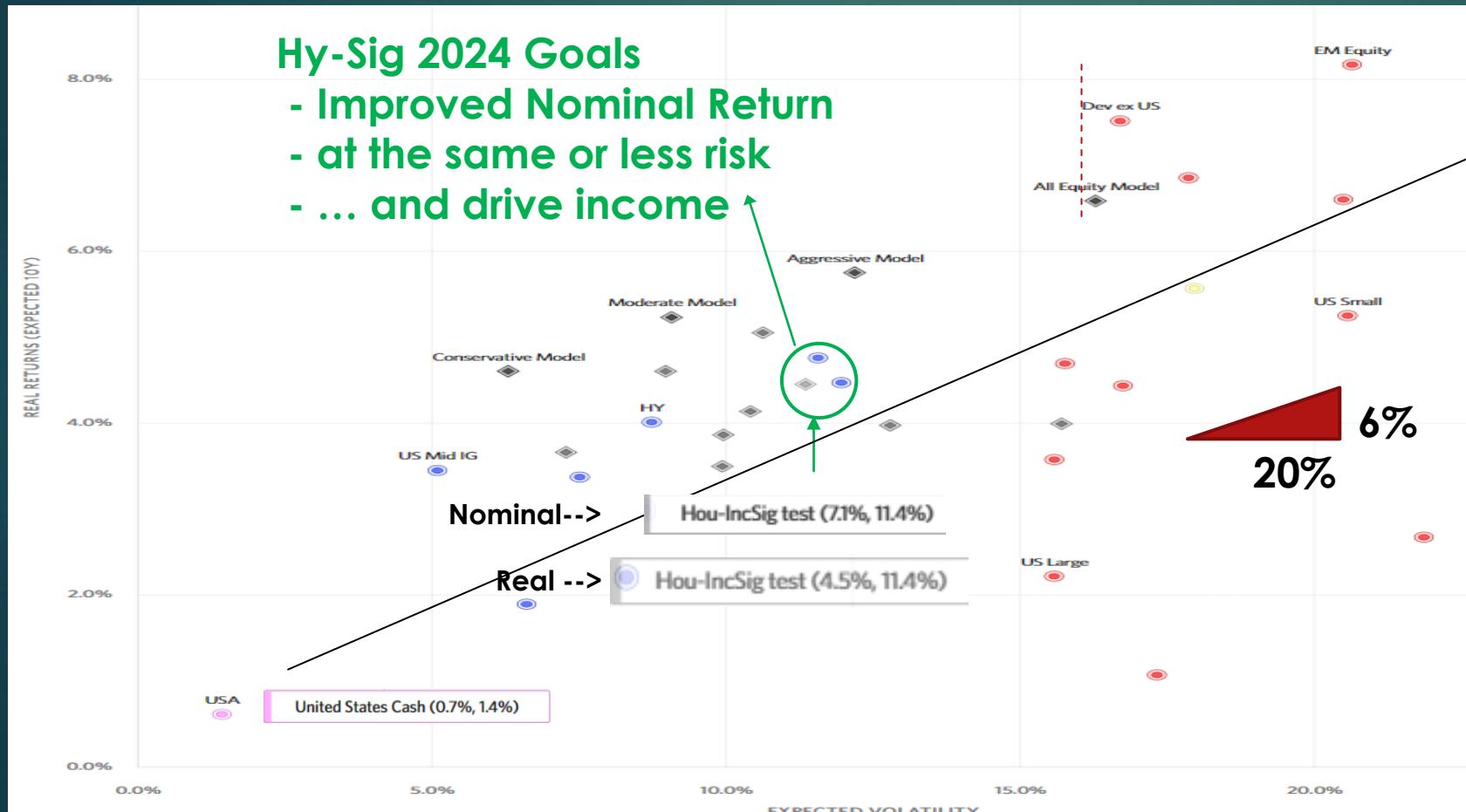
1. BASELINE Trailing 5 year- REAL Return vs Risk (stdev)



Source: RA Simulations, (Trailing 5 year real return*, risk as indicated by δ)

1. BASELINE - Forward 10 yr – REAL Return(δ) vs Risk

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05-18-23vD

Source: RA Simulations, (3 year nominal and real return*, risk as indicated by δ)

2024 Stretch Target
2.3 x 13 wk Treasury
@
 $\frac{1}{2}$ Stdev $\sim 10\%$

1. BASELINE - UPDATE

– Portfolio Optimizes “Uncorrelated” Assets

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Ticker	Name	Quantity	Last Price	Market Value	Portfolio pct	Return	Cost Basis	Morningstar Rating for Stocks	Price/Fair Value	Total Return - YTD (%)	YTD Change (calc)	Jan-23
GOLD	Barrick Gold Corp	2196	15.82	34751.7			35136	4	0.76	-5.82	\$ (4,377)	\$ 39,128
FNV	Franco-Nevada Corp	253	121.25	30676.25			35926	3.00 Q	1.06	-10.61	\$ (2,884)	\$ 33,560
GLD	SPDR GOLD etf			\$ 35,978			\$ 35,978				\$ -	\$ 35,978
				\$ 101,406	14%	-6.7%					\$ (7,260)	\$ 108,666
Tbills	US Treasury Tbills			\$ 277,041	38%	5.5%	\$ 262,598			5.5	\$ 14,443	\$ 262,598
KLAC	KLA Corp	138	544.92	\$ 75,199	9.3%		\$ 24,587	3	1.07	46.1	\$ 34,644	\$ 40,555
STX	Agate Technology Holdings PLC	416	75.8	\$ 31,533	0.26		\$ 24,507	2	1.37	47.7	\$ 15,032	\$ 16,501
MRK	Merck & Co Inc	308	101.15	\$ 31,154	-0.81		\$ 26,731	3	0.99	-6.1	\$ (1,900)	\$ 33,055
EMR	Emerson Electric Co	322	88.93	\$ 28,635	1.69		\$ 24,614	4	0.8	-6.7	\$ (1,930)	\$ 30,565
EPD	Enterprise Products Partners LP	1043	26.27	\$ 27,400	1.08		\$ 25,199	3	0.95	16.0	\$ 4,373	\$ 23,027
PXD	Pioneer Natural Resources Co	114	238.42	\$ 27,180	2.59		\$ 25,606	4	0.85	6.5	\$ 1,753	\$ 25,427
ENFR	Iberian Energy Infrastructure ETF	1172	22.43	\$ 26,288	1.68		\$ 24,612	-	-	10.3	\$ 2,695	\$ 23,593
WLKP	Westlake Chemical Partners LP	1119	21.94	\$ 24,551	0.6		\$ 25,021	3.00 Q	0.87	0.8	\$ 204	\$ 24,347
KMI	Kinder Morgan Inc Class P	1405	17.01	\$ 23,899	1.13		\$ 25,234	3	0.96	-0.8	\$ (179)	\$ 24,078
DUK	Duke Energy Corp	244	90.18	\$ 22,004	0		\$ 25,012	4	0.86	-8.5	\$ (1,870)	\$ 23,874
RHHBY	Roche Holding AG ADR	614	33.35	\$ 20,474	0.14		\$ 24,959	5	0.59	-11.7	\$ (2,389)	\$ 22,864
EOG	EOG Resources Inc	156	124.09	\$ 19,358	2.81		\$ 15,831	3	0.91	-3.5	\$ (676)	\$ 20,034
	Sub Total			\$ 357,675	49%	16.1%					\$ 49,677	\$ 307,920
	Total YTD			\$ 736,122	100%	8.4%					\$ 56,860	\$ 679,184

1. BASELINE – INC SIG *Equity*

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Company	Tick	Last Price	Fair Value	Mstars	FMV vs Price	Uncertainty	1 - Star Price	5-Star Price	Price /Fair Value	Price /Sales	Price /Book	Price/Earning (Normalized)	Dividend Yield
Merck & Co Inc	MRK	105.57	97.00	3	9% Premium	Medium	130.95	67.9	1.09	4.64	5.72	15.7	2.7%
KLA Corp	KLAC	545.39	510.00	3	7% Premium	High	790.5	306	1.07	7.45	24.79	24.4	1.0%
Seagate Technology Holdings PLC	STX	75.59	55.00	2	37% Premium	High	85.25	33	1.37	2.3	101.31	—	3.7%
Emerson Electric Co	EMR	87.50	109.00	4	20% Discount	Medium	147.15	76.3	0.8	3.33	2.41	19.7	2.4%
Enterprise Products Partners LP	EPD	25.99	27.50	3	5% Discount	Medium	37.13	19.25	0.95	1.17	2.08	10.6	7.6%
Pioneer Natural Resources Co	PXD	232.35	274.00	4	15% Discount	Medium	369.9	191.8	0.85	2.91	2.39	10.5	7.1%
Westlake Chemical Partners LP	WLKP	21.81	25.20	4	13% Discount	High	30.54	20.8	0.87	0.61	2.72	13.6	8.7%
Kinder Morgan Inc Class P	KMI	16.82	17.50	3	4% Discount	Medium	23.63	12.25	0.96	2.37	1.24	15.3	6.7%
Duke Energy Corp	DUK	90.18	105.00	4	14% Discount	Low	131.25	84	0.86	2.38	1.48	18.7	4.5%
Roche Holding AG ADR	RHHBY	33.30	56.00	5	41% Discount	Low	70	44.8	0.59	3.17	7.12	12.7	3.8%
EOG Resources Inc	EOG	120.70	132.00	3	9% Discount	Medium	178.2	92.4	0.91	2.98	2.54	9.5	2.7%
Barrick Gold Corp	GOLD	15.88	21.00	4	24% Discount	Medium	28.35	14.7	0.76	2.51	1.21	22.7	2.8%
Franco-Nevada Corp	FNV	120.98	114.15	3	6% Premium	High	147.37	88.41	1.06	18.81	3.43	34.4	1.1%
INV SIG AVERAGE->							\$ 167	\$ 81	93%	4.2	12.2	17.3	4.2%

What if traditional metrics aren't applicable;

- **The Recession ... isn't.. – All NBER Values are Stable**
- **The Traditional Canaries are Buzzards (don't work)**
- **Personal Consumption ... Continues (stimulus)**
- **Markets are only down 8 months w/ a Recession**
- **The Econ Muddles along w/ a High, Flat Yield Curve**

What is Different

- **The Spectacular Fiscal – Monetary Snafu**

2. MARKET MACRO OUTLOOK

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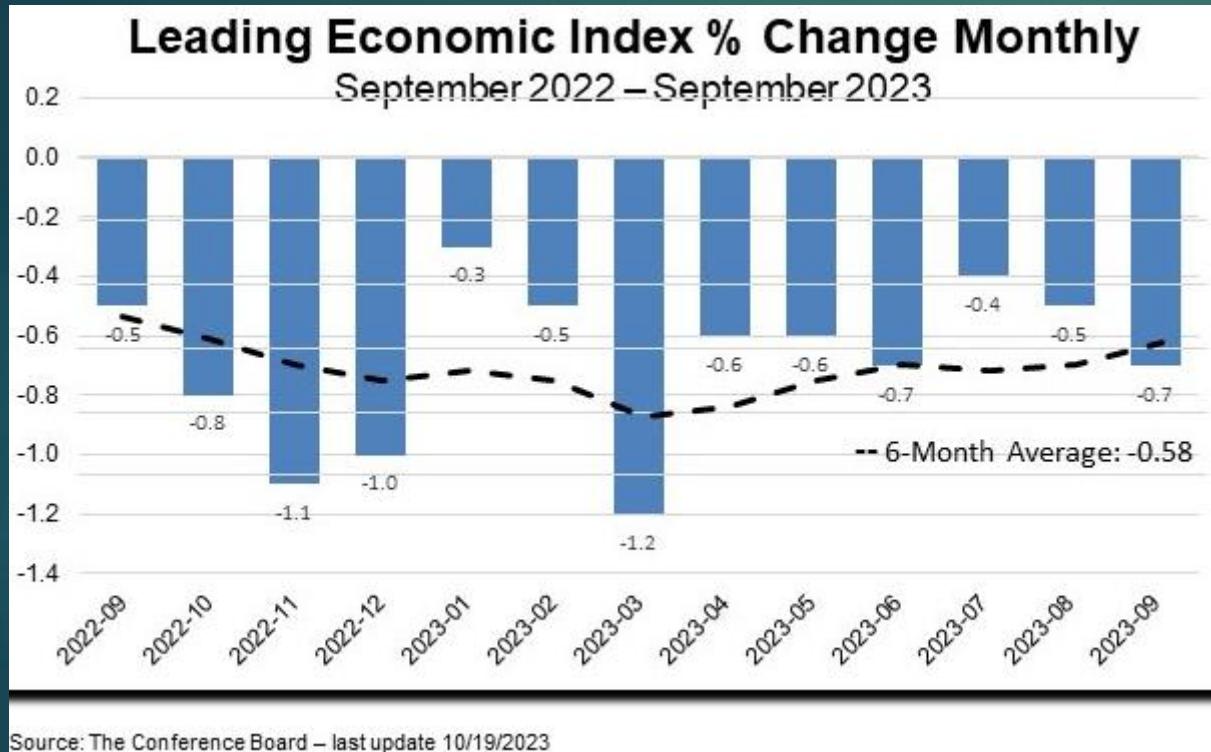
Q – Which Asset Classes, What Portfolio %?

<u>author</u>	<u>model</u>	<u>Outlook Timing</u>	<u>Income Sig</u>
<i>Delta</i> – N. Atkinson	<i>S&P 75 dma</i>	<u>3wk</u> <u>3wk-6mo</u> <u>>6mo</u>	<u>q4 Asset Rec</u>
<i>Stansbury</i> – Eifrig	<i>Allocation Rec</i>	<i>Short Term Trend</i>	<i>Econ Soft, 75dma neutral-Fix Inc - Equities -</i>
<i>Aeromir</i> – W. Klump	<i>Multi Asset</i>	<i>qtrly</i>	<u>Au</u> <u>TLT</u> <u>FInc</u> <u>EEM</u> <u>S&P</u> <u>IWM</u> <u>UUP</u>
			0 10 5 85
			<u>Au</u> <u>TLT</u> <u>FInc</u> <u>EEM</u> <u>S&P</u> <u>IWM</u> <u>UU</u>
			100

2. MARKET MACRO OUTLOOK

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LEI – Economy Soft



Source: Delta Investments, Barrons, Conference Board

75 dma Sentiment



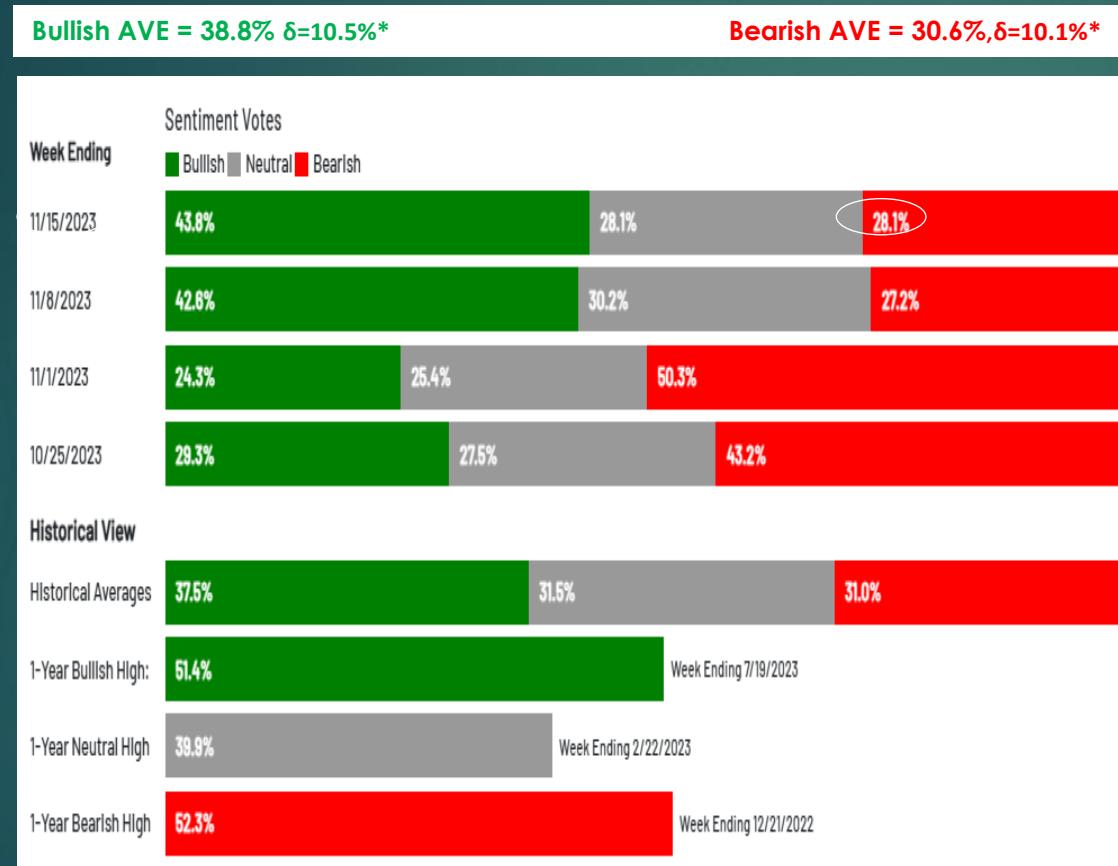
<u>Span</u>	<u>Duration</u>	<u>Outlook</u>
Short	3 wks	Bear
Intermed	" 6 Mo	Neutral
Long	>6 mo	Neutral -

2. OUTLOOK – AAll 6 mo Investor Sentiment

.. This weeks survey is slightly positive,

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AAll as Direct Sentiment Indicator



AAll as a Contrary Indicator

Sentiment Level	Number of Observations	Average S&P 500 Change (%)	Median S&P 500 Change (%)	% of Periods Correctly Contrarian (%)
6-Month Performance				
Bullish > +3 S.D. From Mean	2	7.4	7.4	0
Bullish > +2 S.D. From Mean	44	(0.7)	0.3	48
Bullish > +1 S.D. From Mean	167	0.8	2.9	34
Bullish < -1 S.D. From Mean	212	6.9	6.2	80
Bullish < -2 S.D. From Mean	16	14.0	17.7	100
Bearish > +3 S.D. From Mean				
Bearish > +2 S.D. From Mean	3	25.8	23.0	100
Bearish > +1 S.D. From Mean	50	2.8	5.3	60
Bearish < -1 S.D. From Mean	162	4.7	6.0	71
Bearish < -2 S.D. From Mean	211	3.8	4.5	26
All	1,319	4.0	4.7	
12-Month Performance				
Bullish > +3 S.D. From Mean	2	3.6	3.6	50
Bullish > +2 S.D. From Mean	44	(2.0)	3.6	48
Bullish > +1 S.D. From Mean	167	2.4	6.3	31
Bullish < -1 S.D. From Mean	206	12.9	14.3	84
Bullish < -2 S.D. From Mean	16	20.7	21.7	100
Bearish > +3 S.D. From Mean				
Bearish > +2 S.D. From Mean	3	35.0	25.6	100
Bearish > +1 S.D. From Mean	50	3.1	14.3	60
Bearish < -1 S.D. From Mean	152	7.1	11.8	74
Bearish < -2 S.D. From Mean	211	7.7	9.9	24
All	1,293	8.4	10.2	

Based on data from July 24, 1987, to May 2, 2013. Numbers are rounded.

2. MARKET MACRO OUTLOOK

Market Monitor – Equity Allocation

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Percent of Portfolio - Monthly Equity Recommendations:

Dynamic Equity Allocation - History															no	Mo	min	AVE	max	stdev		
month->	8/14/2022	9/13/2022	10/14/2022	11/13/2022	12/14/2022	1/13/2023	2/13/2023	3/15/2023	4/15/2023	5/15/2023	6/15/2023	7/9/2023	8/9/2023	9/14/2023	10/16/2023	10/30/2023	11/13/2023					
Equity Rec ->	49.2%			39.2%	40.3%	54.2%	77.5%	56.7%	73.3%	66.7%			57.3%	60.9%	48.3%		63.4%	17	13%	57%	79%	21%
	20.8%	12.5%															23.3%					

Key Inputs:

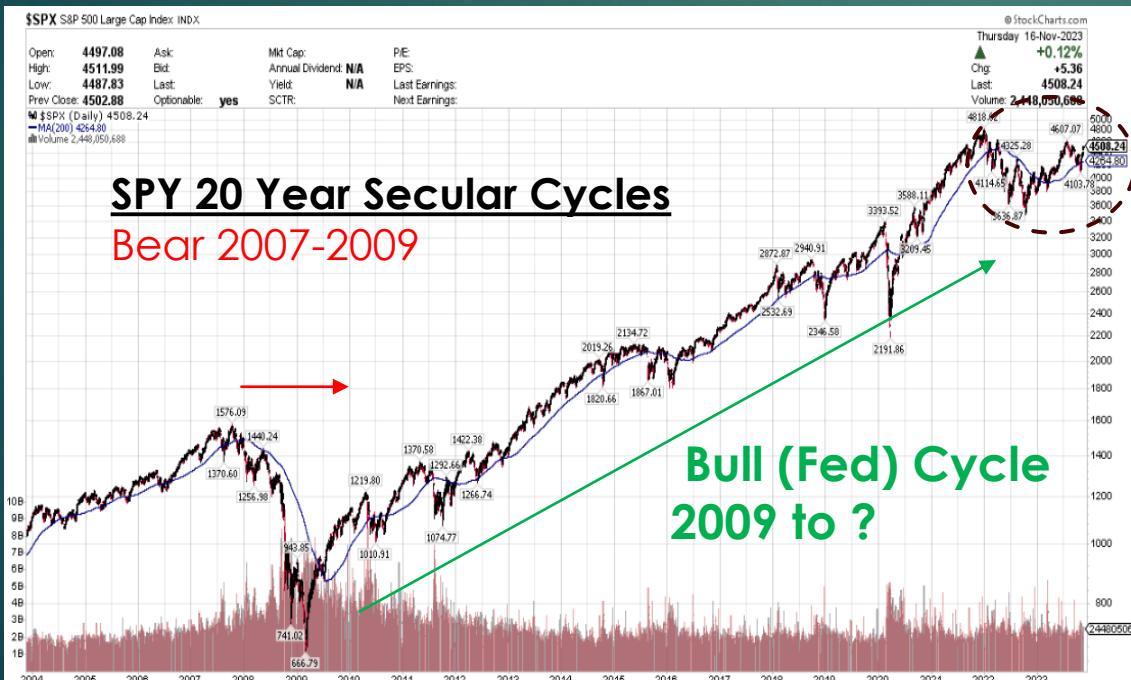
2023_11 - Nov13				2023_10 - Oct 30				2023_10 - Oct 16				2023_09 - Sep 14				
timing	measures	RERecommend	Indicator	S&P History	RERecommend	Indicator	S&P History	RERecommend	Indicator	S&P History	RERecommendation	Indicator	S&P History	RERecommendation	Indicator	S&P History
TREND Composite - for Allocation Calc ->		bull / positive	25.0%			Bear / Neutral	8.3%		positive	16.7%				NEUTRAL		16.7%
MOMENTUM Composite - for Allocation Calc ->		Bear	4.2%			Bear -	0.0%			8.3%				NEUTRAL		12.5%
FUNDAMENTALS Comp - for Allocation Calc ->		Neutral / Bull	17.5%			Neutral / Bull	15.0%			15.0%				NEUTRAL+		15.0%
CREDIT Comp - for Allocation Calc ->		Neutral / Bull	16.7%			Bear -	0.0%		Bear / Neutral	8.3%				NEUTRAL / BULL		16.7%
<u>DYNAMIC (EQUITY) ALLOCATION CALC:</u>																
Equity Allocation ->				63.4%						23.3%				48.3%		60.9%

2. MARKET MACRO OUTLOOK

Market Monitor – Primary(Econ-Mkt) Cycles

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RGB Market Monitor					2023_11 - Nov13			2023_10 - Oct 30			2023_09 - Sep 14			
		source	index	timing	measures	RERecommend	Indicator	S&P History	RERecommend	Indicator	S&P History	RERecommendation	Indicator	S&P History
SCORERCARD A														
Primary Cycle Analysis		etf or index	Timing & Criteria	Set Points	2023_11 - Nov13				2023_10 - Oct 30			2023_09 - Sep 14		
Secular > 5yr		S&P 500	> 5 yr		- na -	bull	31.2%		- na -	bull	31.2%	- na -	bull	31.2%
Cyclical Bull < 5 yr	NDR	DJIA	< 5yr, w/in 50d	up 30%	- na -	bull	36.8%		- na -	bull	36.8%	- na -	bull	36.8%
Cyclical Bull < 5 yr	NDR	DJIA	< 5yr, w/in 155d	up 13%										
Cyclical Bear < 5 yr	NDR	DJIA	< 5yr, w/in 50d	Down 30%										
Cyclical Bear < 5 yr	NDR	DJIA	< 5yr, w/in 155d	Down 13%										

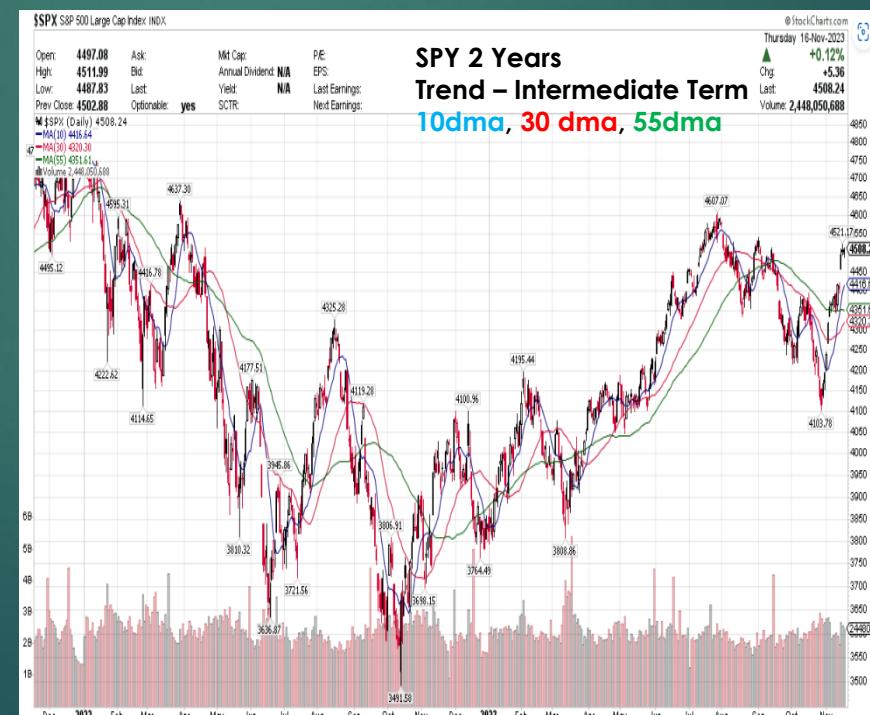
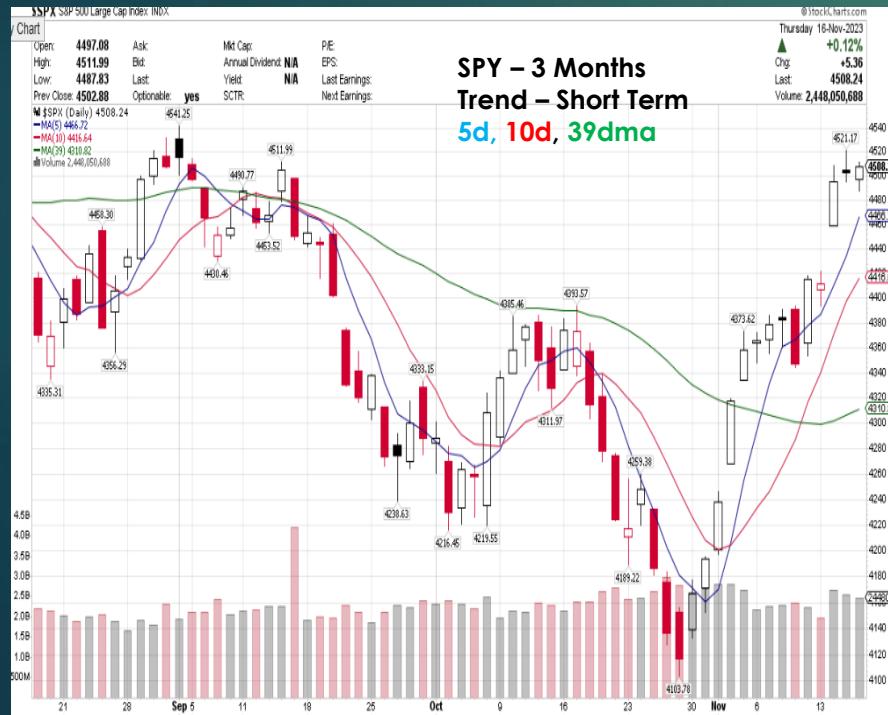


2. MARKET MACRO OUTLOOK

Market Monitor – Trend Analysis

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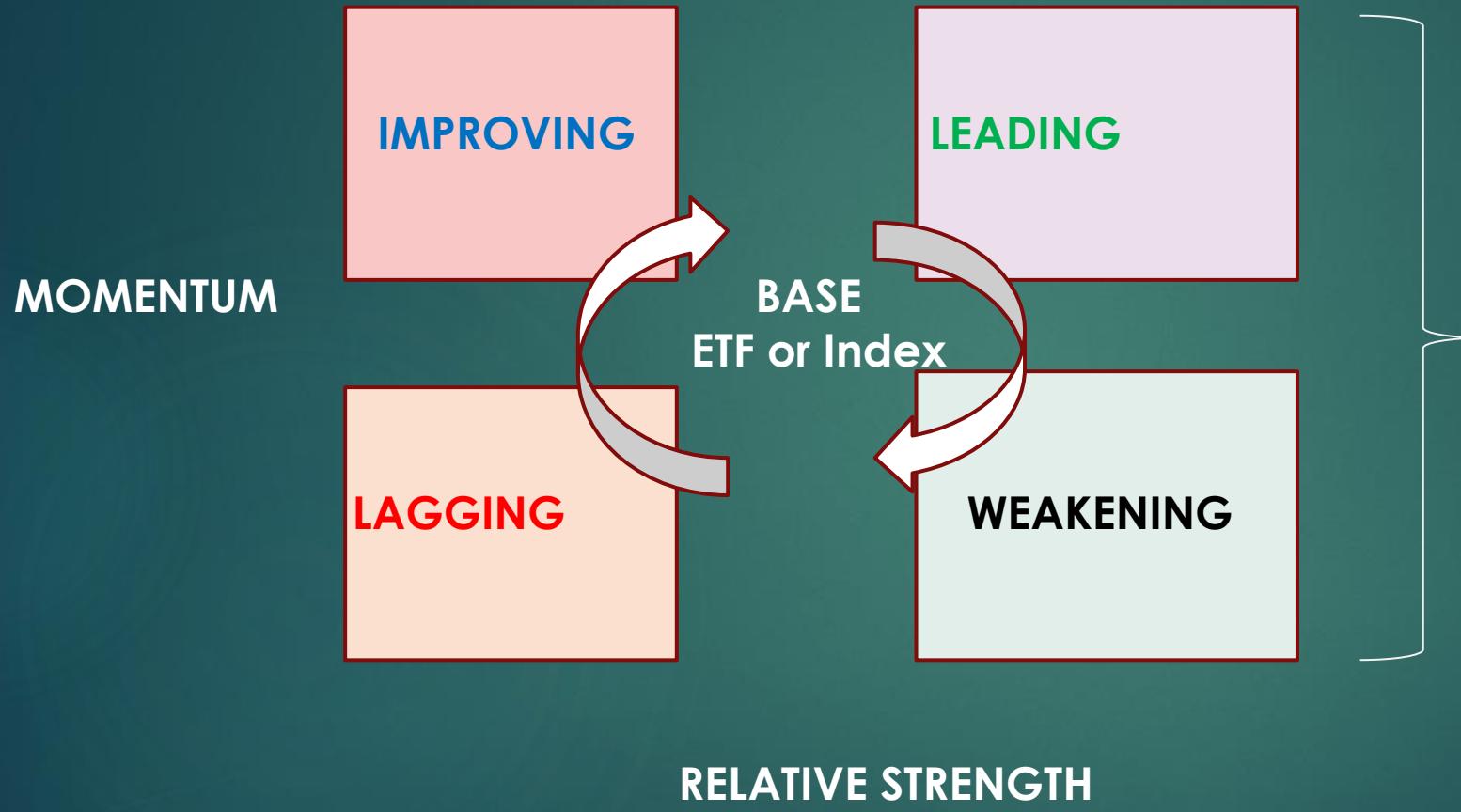
RGB Market Monitor	source	index	timing	measures	2023_11 - Nov13			2023_10 - Oct 30			2023_09 - Sep 14		
					RERecommend	Indicator Rating	S&P History Return	RERecommend	Indicator Rating	S&P History Return	RERecommendation	Indicator Rating	S&P History Return
SCORECARD A													
TREND Analysis (Price Focus)		etf or index	Timing & Criteria	Set Points	2023_11 - Nov13			2023_10 - Oct 30			2023_09 - Sep 14		
Short Term Trend	stoc	S&P 500 daily	0 to 3 wk trend	5, 10, 39 dma	Buy	positive	- na -	Sell	negative	- na -	Hold	neutral	- na -
Intermediate Trend		S&P 500 weekly	3wks to 6 mo	10, 30, 55 dma	Buy	positive	- na -	Sell	negative	- na -	Hold	neutral	- na -
Longer Term		S&P 500 daily	> 6 mo trend	50 & 200 dma X over	Buy	positive	9.4%	Buy	positive	9.2%	Buy	positive	9.5%
<i>TREND Composite – for Allocation Calc -></i>													
					<i>bull / positive</i>		25.0%	<i>Bear / Neutral</i>		8.3%	<i>NEUTRAL</i>		16.7%



Long Term Trend

3. NEXT STEPS – *The Suspect Gen Challenge*

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How to Harvest?

Clip Coupons

Rotate Assets

- Options In / Out

Where to Invest?

Market

Asset Class

Asset Cap

Sector

Industry

Company

When?

3. *NEXT STEPS*

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- ▶ ROTATE Inc Sig Winners
- ▶ KEEP – CASH FLOW, DIV, BUY BACK, CALL SPREADS
- ▶ KEEP – COMMODITY HEDGE Cos
- ▶ CONSIDER &USD, UUP DYNAMICS
- ▶ EVALUATE the MID PACK – XLV, XLU, XLF, XCD
- ▶ CONSIDER US GOVT BOND SPEC POSITION

3. NEXT STEPS – Rotate MRK, KLAC, STX

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1	2	3	4	6	7	8	9	16	17	18	20	24	25	26	27
Company	Tick	Last Price	Fair Value	Mstars	FMV vs Price		Certainty	1 - Star	5 - Star	Price /Fair	Price /Sales	Price /Book	Price/Earnings (Normalized)	Dividend Yield	
Merck & Co Inc	MRK	105.57	97.00	3	9% Premium	Medium	Medium	130.95	67.9	1.09	4.64	5.72	15.7	2.7%	
Bristol-Myers Squibb Co	BMY	61.85	66.00	4	6% Discount	Medium	Medium	89.1	46.2	0.94	2.88	4.08	7.94	3.64%	
Eli Lilly and Co	LLY	447.14	368.00	1	22% Premium	High	High	570.4	220.8	1.22	14.59	37.93	60.56	0.94%	
Siemens AG	SIE	149.92	160.00	5	25% Discount	Medium	Medium	64.8	33.6	0.75	2.21	2	5.79	4.52%	
KLA Corp	KLAC	545.39	510.00	3	7% Premium	High	High	790.5	306	1.07	7.45	24.79	24.4	1.0%	
Applied Materials Inc	AMAT	154.81	152.00	3	2% Premium	High	High	235.6	91.2	1.02	4.93	7.92	20.42	0.75%	
Lam Research Corp	LRCX	700.44	660.00	3	6% Premium	High	High	1,023.00	396	1.06	5.96	11.47	23.46	1.02%	
ASML Holding NV	ASML	625.50	700.00	4	11% Discount	Medium	Medium	945	490	0.89	9.2	20.58	32.39	0.95%	
Seagate Technology Holdings PLC	STX	75.59	55.00	2	37% Premium	High	High	85.25	33	1.37	2.3	101.31	—	3.7%	
Micron Technology Inc	MU	76.67	70.00	3	10% Premium	High	High	108.5	42	1.1	5.39	1.91	—	0.60%	
Western Digital Corp	WDC	46.01	42.00	3	10% Premium	High	High	65.1	25.2	1.1	1.3	1.48	—	0.70%	
SK Hynix Inc	660	129,900.00	140,000.00	3	7% Discount	High	High	217,000.00	84,000.00	0.93	3.07	1.67	—	0.92%	
Emerson Electric Co	EMR	87.50	109.00	4	20% Discount	Medium	Medium	147.15	76.3	0.8	3.33	2.41	19.7	2.4%	
Honeywell International Inc	HON	190.71	228.00	4	16% Discount	Medium	Medium	307.8	159.6	0.84	3.52	7.07	22.52	2.19%	
Rockwell Automation Inc	ROK	272.78	315.00	4	13% Discount	Medium	Medium	425.25	220.5	0.87	3.48	8.78	22.51	1.76%	
Siemens AG	SIE	146.82	166.00	4	12% Discount	Medium	Medium	224.1	116.2	0.88	1.52	2.56	16.09	2.89%	

3. NEXT STEPS – Keep Div, Cflow, Buy Backs

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Company	Tick	Last Price	Fair Value	Mstars	FMV vs Price		Certainty	1 - Star Price	5-Star Price	Price /Fair Value	Price /Sales	Price /Book	Price/Earnings (Normalized)	Dividend Yield
					▼	▼								
Enterprise Products Partners LP	EPD	25.99	27.50	3	5% Discount	▼ Medium	37.13	19.25	0.95	1.17	2.08	10.6	7.6%	
ONEOK Inc	OKE	65.52	62.00	3	6% Premium	▼ Medium	83.7	43.4	1.06	1.69	2.34	11.57	5.83%	
Targa Resources Corp	TRGP	83.85	79.00	3	6% Premium	▼ Medium	106.65	55.3	1.06	1.16	7.46	22	2.21%	
Kinder Morgan Inc Class P	KMI	16.82	17.50	3	4% Discount	▼ Medium	23.63	12.25	0.96	2.37	1.24	15.29	6.69%	
Pioneer Natural Resources Co	PXD	232.35	274.00	4	15% Discount	▼ Medium	369.9	191.8	0.85	2.91	2.39	10.5	7.1%	
EOG Resources Inc	EOG	120.70	132.00	3	9% Discount	▼ Medium	178.2	92.4	0.91	2.98	2.54	9.48	2.73%	
Diamondback Energy Inc	FANG	152.50	164.00	3	7% Discount	▼ High	254.2	98.4	0.93	3.37	1.68	8.12	4.51%	
Coterra Energy Inc Ordinary Shares	CTRA	26.33	28.45	3	7% Discount	▼ High	37.28	21.71	0.93	3.06	1.55	9.09	4.44%	
Westlake Chemical Partners LP	WLKP	21.81	25.20	4	13% Discount	▼ High	30.54	20.8	0.87	0.61	2.72	13.6	8.7%	
Trecora Resources	TREC	9.81	12.76	3	23% Discount	▼ High	15.7	10.38	0.77	0.81	1.16	65.17	—	
Phillips 66 Partners LP	PSXP	42.01	40.34	3	4% Premium	▼ High	48	33.91	1.04	8.37	3.61	10.75	8.33%	
Crestwood Equity Partners LP	CEQP	28.26	32.76	3	14% Discount	▼ High	38.13	28.14	0.86	0.63	1.64	21.06	9.27%	
Kinder Morgan Inc Class P	KMI	16.82	17.50	3	4% Discount	▼ Medium	23.63	12.25	0.96	2.37	1.24	15.3	6.7%	
Energy Transfer LP	ET	13.18	17.50	4	25% Discount	▼ Medium	23.63	12.25	0.75	0.52	1.34	10.61	9.37%	
Equitans Midstream Corp	ETRN	8.96	15.00	4	40% Discount	▼ High	23.25	9	0.6	2.81	3.85	12.27	6.70%	
Williams Companies Inc	WMB	34.75	36.00	3	3% Discount	▼ Medium	48.6	25.2	0.97	3.85	3.58	16.07	5.09%	

3. NEXT STEPS – Keep Clipping Div Coupons

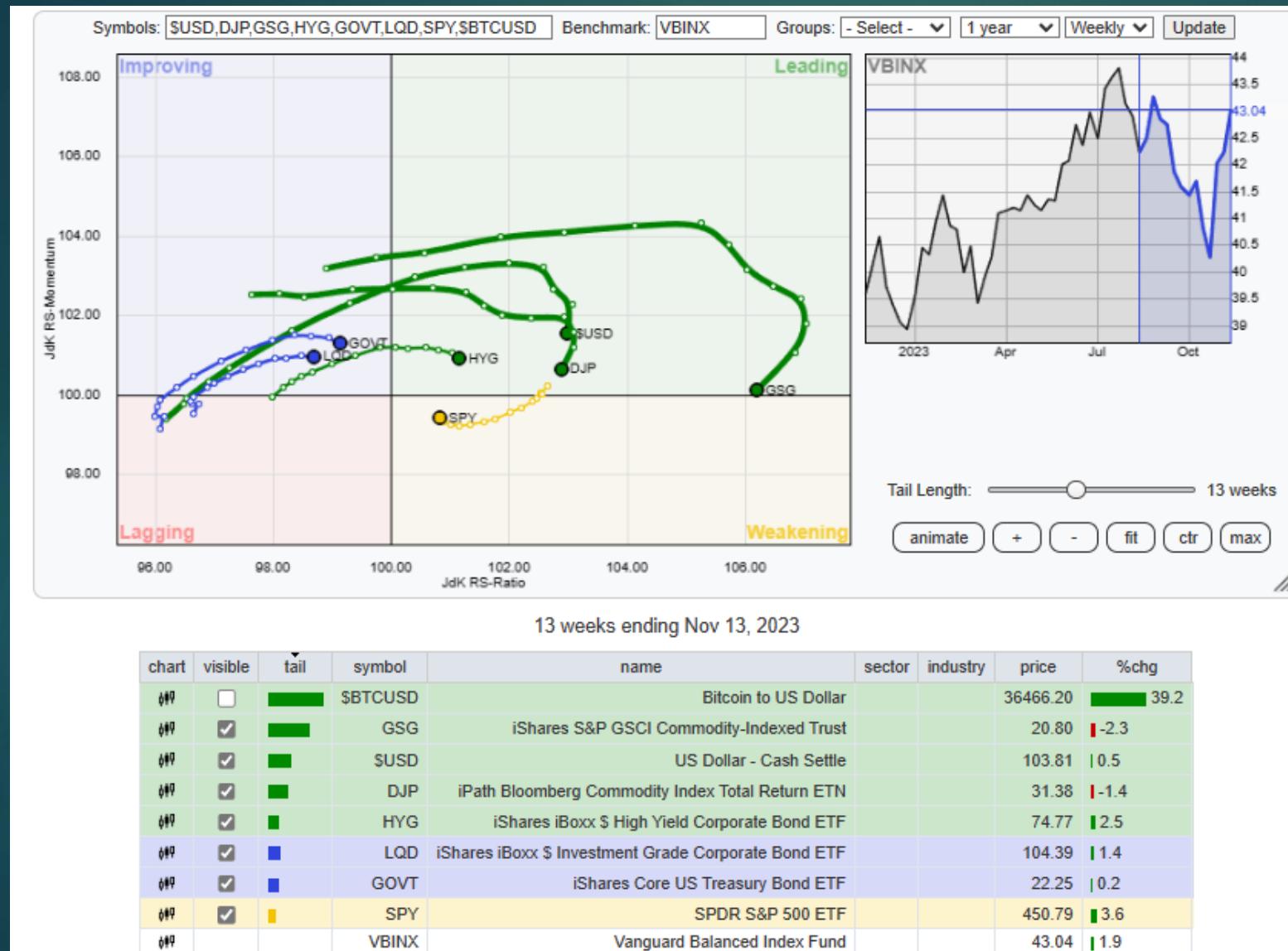
22

Company	Tick	Last Price	Fair Value	Mstars	FMV vs Price		Uncertainty	1 - Star Price	5-Star Price	Price /Fair Value	Price /Sales	Price /Book	Price/Earnings (Normalized)	Dividend Yield
					▼	▼								
Duke Energy Corp	DUK	90.18	105.00	4	14% Discount	at Low	131.25	84	0.86	2.38	1.48	18.7	4.5%	
American Electric Power Co Inc	AEP	77.38	90.00	4	14% Discount	at Low	112.5	72	0.86	2.08	1.61	18.05	4.36%	
Dominion Energy Inc	D	46.87	46.00	3	2% Premium	at Medium	62.1	32.2	1.02	2.19	1.49	10.1	5.70%	
NextEra Energy Inc	NEE	56.60	74.00	4	24% Discount	at Medium	99.9	51.8	0.76	4.16	2.47	16.17	3.23%	
Roche Holding AG ADR	RHHBY	33.30	56.00	5	41% Discount	at Low	70	44.8	0.59	3.17	7.12	12.7	3.8%	
Merck & Co Inc	MRK	101.99	103.00	3	1% Premium	at Medium	139.05	72.1	0.99	4.38	6.27	32.9	2.86%	
Regeneron Pharmaceuticals Inc	REGN	796.54	750.00	3	6% Premium	at Medium	1,012.50	525	1.06	6.92	3.48	20.81	—	
AbbVie Inc	ABBV	138.28	126.00	3	10% Premium	at High	195.3	75.6	1.1	4.45	20.19	34.12	4.28%	
EOG Resources Inc	EOG	120.70	132.00	3	9% Discount	at Medium	178.2	92.4	0.91	2.98	2.54	9.5	2.7%	
Occidental Petroleum Corp	OXY	60.31	61.00	3	1% Discount	at Very High	106.75	30.5	0.99	2	2.53	13.23	1.11%	
Pioneer Natural Resources Co	PXD	232.35	274.00	4	15% Discount	at Medium	369.9	191.8	0.85	2.91	2.39	10.47	7.09%	
Diamondback Energy Inc	FANG	152.50	164.00	3	7% Discount	at High	254.2	98.4	0.93	3.37	1.68	8.12	4.51%	
Barrick Gold Corp	GOLD	15.88	21.00	4	24% Discount	at Medium	28.35	14.7	0.76	2.51	1.21	22.7	2.8%	
Newmont Corp	NEM	36.56	53.00	5	31% Discount	at Medium	71.55	37.1	0.69	2.63	2.21	23.74	4.79%	
Agnico Eagle Mines Ltd	AEM	67.06	73.50	4	8% Discount	at Medium	99.23	51.45	0.91	3.76	1.22	19.87	3.23%	
Kinross Gold Corp	K	7.49	7.40	3	1% Premium	at High	11.47	4.44	1.01	1.62	1.11	13.35	2.17%	
Franco-Nevada Corp	FNV	120.98	114.15	3	6% Premium	at High	147.37	88.41	1.06	18.81	3.43	34.4	1.1%	
INV SIG AVERAGE->							\$ 167	\$ 81	93%	4.2	12.2	17.3	4.2%	

3. NEXT STEPS - CONSIDER \$USD or UUP

Time: 13wks Indicator: Price Movement, Leader: GSG

23



Source: Stockcharts.com, update 11/16/23

3. NEXT STEPS - MUNDANE MID PACK COs

24



Source: Stockcharts.com, update 11/14

3. NEXT STEPS

THE MID PACK – XLU, XLP, XLV

25

Input	Data Look up->																			
	SERIES - Name		Issuer		Asset Class	Ref - Dbase	Category	RETURNS			FUND FLOW - \$mm				DIVIDEND			TECHNICAL		
	Tick	1	2	38	3	23	12	13	14	Symbol	AuM -	YTD FF	%	Yield %	Pay Freq	YTD Ret / 6	δ Stdev	Beta		
SPY	SPDR S&P 500 ETF Trust		State Street	Equity	Large Cap Growth	0.8%	13.9%	16.7%	SPY	\$ 394,116	\$ (2,657)	-0.7%	1.54%	Quarterly	0.6	23.27%	1.00			
XLC	Communication Services Select Sector SPDR Fund	State Street	Equity	Large Cap Growth	1.5%	39.6%	44.3%	XLC	\$ 13,362	\$ 273	2.0%	0.82%	Quarterly	5.7	6.98%	1.02				
XLK	Technology Select Sector SPDR Fund	State Street	Equity	Technology Equities	3.7%	37.5%	40.2%	XLK	\$ 48,180	\$ (436)	-0.9%	0.84%	Quarterly	2.1	17.67%	1.14				
XLY	Consumer Discretionary Select Sector SPDR Fund	State Street	Equity	Consumer Discreti	-1.9%	23.2%	16.3%	XLY	\$ 15,490	\$ (1,319)	-8.5%	0.93%	Quarterly	1.8	13.08%	1.18				
XLE	Energy Select Sector SPDR Fund	State Street	Equity	Energy Equities	-3.1%	2.8%	2.4%	XLE	\$ 37,882	\$ 1,091	2.9%	3.57%	Quarterly	0.6	4.31%	1.36				
XLB	Materials Select Sector SPDR Fund	State Street	Equity	Materials	-1.3%	1.3%	9.5%	XLB	\$ 5,147	\$ 305	5.9%	2.14%	Quarterly	0.5	2.60%	1.06				
XLF	Financial Select Sector SPDR Fund	State Street	Equity	Financials Equities	0.5%	-1.2%	1.1%	XLF	\$ 27,949	\$ (1,732)	-6.2%	2.05%	Quarterly	(0.8)	1.39%	1.07				
XLV	Health Care Select Sector SPDR Fund	State Street	Equity	Health & Biotech I	-1.5%	-5.5%	-1.3%	XLV	\$ 35,750	\$ (1,026)	-2.9%	1.70%	Quarterly	(1.8)	3.05%	0.70				
XLP	Consumer Staples Select Sector SPDR Fund	State Street	Equity	Consumer Staples	-0.2%	-6.2%	-1.1%	XLP	\$ 15,789	\$ (116)	-0.7%	2.79%	Quarterly	(2.7)	2.28%	0.58				
GLD	SPDR Gold Shares	World Gold Council	Commodi	Precious Metals	8.9%	8.9%	21.7%	GLD	\$ 55,000	\$ (679)	-1.2%	0.00%	N/A	1.2	7.31%	0.15				
XLRE	Real Estate Select Sector SPDR Fund	State Street	Real Estat	Real Estate	0.7%	-4.8%	-0.5%	XLRE	\$ 4,175	\$ 182	4.4%	3.99%	Quarterly	(3.1)	1.57%	0.84				
XLU	Utilities Select Sector SPDR Fund	State Street	Equity	Utilities Equities	4.4%	-10.7%	-4.4%	XLU	\$ 13,546	\$ 33	0.2%	3.51%	Quarterly	(3.5)	3.07%	0.52				

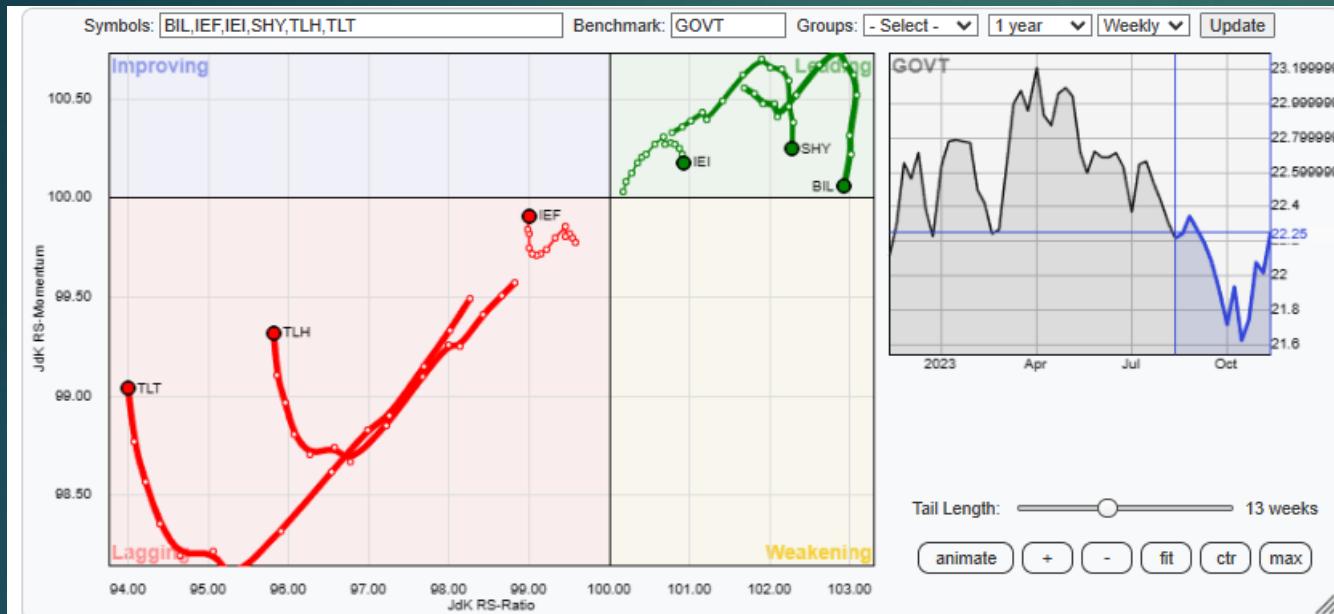
etfdb ratings										Mstar Ratings												
Tick	SERIES - Name	Liquidity	Expenses	Performance	Volatility	ETF Database Pro	Dividend	Concentration	Rating - Overall	Funds - Overall	Morningstar Category	Sharpe Ratio	Maximum Drawdown - 10 Year (%)	Upside Capture Ratio - 5 Year	Downside Capture Ratio - 5 Year	3	4	6	17	18	19	20
SPY		A+	A-	B	B+	A	A-	A-	Silver	4	Large Blend	0.51	-23.88	99.68	99.81	SPY						
XLC	Communication Services Select Sector SPDR Fund	A	A-	A-	B-	A-	B-	N/A	-	4	Communicati	0.18	-	110.57	111.31	XLC						
XLK	Technology Select Sector SPDR Fund	A+	A	A-	A-	A	A	B+	-	5	Technology	0.63	-31.23	136.66	96.82	XLK						
XLY	Consumer Discretionary Select Sector SPDR Fund	A+	A	A	B	A	A-	B+	-	4	Consumer Cyc	0.14	-36.25	112.64	110.97	XLY						
XLE	Energy Select Sector SPDR Fund	A+	A	B	A	A	A-	B	-	5	Equity Energy	1.3	-63.91	132.91	129.62	XLE						
XLB	Materials Select Sector SPDR Fund	A+	A	B+	A+	A	A	B-	-	4	Natural Resou	0.38	-26.16	119.79	115	XLB						
XLF	Financial Select Sector SPDR Fund	A+	A	A-	B+	A	B-	B+	-	4	Financial	0.55	-31.82	111.27	118.45	XLF						
XLV	Health Care Select Sector SPDR Fund	A	A	C+	A	A	A	B+	-	5	Health	0.48	-13.12	84.54	74.24	XLV						
XLP	Consumer Staples Select Sector SPDR Fund	A+	A	B	A-	A	A	B+	-	3	Consumer Def	0.29	-13.6	74.98	69.38	XLP						
GLD	SPDR Gold Shares	A+	B+	B	B+	A-	B-	B-	-	-	Commodities	0.03	-20.51	24.95	-16.8	GLD						
XLRE	Real Estate Select Sector SPDR Fund	A	A	A-	C	B+	B	C+	-	4	Real Estate	0.11	-	88.4	99.63	XLRE						
XLU	Utilities Select Sector SPDR Fund	A+	A	B+	A	A	A	B-	-	3	Utilities	0.05	-18.75	63.57	61.54	XLU						

3. NEXT STEPS

GOVT DEBT ETFs – 13wk

Fed Bounce-5wk

26



4 weeks ending Nov 13, 2023

chart	visible	tail	symbol	name	sector	industry	price	%chg
■	✓	■	BIL	SPDR Bloomberg 1-3 Month T-Bill ETF			91.68	0.4
■	✓	■	SHY	iShares 1-3 Year Treasury Bond ETF			81.28	0.7
■	✓	■	IEI	iShares 3-7 Year Treasury Bond ETF			114.11	2.1
■	✓	■	TLT	iShares 20+ Year Treasury Bond ETF			90.04	8.5
■	✓	■	TLH	iShares 10-20 Year Treasury Bond ETF			99.93	6.8
■	✓	■	IEF	iShares 7-10 Year Treasury Bond ETF			92.53	3.7
■			GOVT	iShares Core US Treasury Bond ETF			22.25	2.9

13 weeks ending Nov 13, 2023

chart	visible	tail	symbol	name	sector	industry	price	%chg
■	✓	■	BIL	SPDR Bloomberg 1-3 Month T-Bill ETF			91.68	1.3
■	✓	■	SHY	iShares 1-3 Year Treasury Bond ETF			81.28	1.1
■	✓	■	IEI	iShares 3-7 Year Treasury Bond ETF			114.11	10.7
■	✓	■	TLT	iShares 20+ Year Treasury Bond ETF			90.04	-3.1
■	✓	■	TLH	iShares 10-20 Year Treasury Bond ETF			99.93	-2.2
■	✓	■	IEF	iShares 7-10 Year Treasury Bond ETF			92.53	-0.4
■			GOVT	iShares Core US Treasury Bond ETF			22.25	10.2

1. BASELINE - UPDATE

- Add USD, Buy Write Nasdaq

27

Ticker	Name	Quantity	Last Price	Market Value	Portfolio pct	Return	Cost Basis	Morningstar Rating for Stocks	Price/Fair Value	Total Return - YTD (%)	YTD Change (calc)	Jan-23
GOLD	Barrick Gold Corp	2196	15.82	34751.7			35136	4	0.76	-5.82	\$ (4,377)	\$ 39,128
FNV	Franco-Nevada Corp	253	121.25	30676.25			35926	3.00 Q	1.06	-10.61	\$ (2,884)	\$ 33,560
GLD	SPDR GOLD etf			\$ 35,978			\$ 35,978				\$ -	\$ 35,978
				\$ 101,406	14%	-6.7%					\$ (7,260)	\$ 108,666
Tbills	US Treasury Tbills			\$ 277,041	38%	5.5%	\$ 262,598			5.5	\$ 14,443	\$ 262,598
KLAC	KLA Corp	138	544.92	\$ 75,199	-9.3%		\$ 24,587	3	1.07	46.1	\$ 34,644	\$ 40,555
STX	Agate Technology Holdings PLC	416	75.8	\$ 31,533	0.26		\$ 24,507	2	1.37	47.7	\$ 15,032	\$ 16,501
MRK	Merck & Co Inc	308	101.15	\$ 31,154	-0.81		\$ 26,731	3	0.99	-6.1	\$ (1,900)	\$ 33,055
EMR	Emerson Electric Co	322	88.93	\$ 28,635	1.69		\$ 24,614	4	0.8	-6.7	\$ (1,930)	\$ 30,565
EPD	Enterprise Products Partners LP	1043	26.27	\$ 27,400	1.08		\$ 25,199	3	0.95	16.0	\$ 4,373	\$ 23,027
PXD	Pioneer Natural Resources Co	114	238.42	\$ 27,180	2.59		\$ 25,606	4	0.85	6.5	\$ 1,753	\$ 25,427
ENFR	Iberian Energy Infrastructure ETF	1172	22.43	\$ 26,288	1.68		\$ 24,612	-	-	10.3	\$ 2,695	\$ 23,593
WLKP	Westlake Chemical Partners LP	1119	21.94	\$ 24,551	0.6		\$ 25,021	3.00 Q	0.87	0.8	\$ 204	\$ 24,347
KMI	Kinder Morgan Inc Class P	1405	17.01	\$ 23,899	1.13		\$ 25,234	3	0.96	-0.8	\$ (179)	\$ 24,078
DUK	Duke Energy Corp	244	90.18	\$ 22,004	0		\$ 25,012	4	0.86	-8.5	\$ (1,870)	\$ 23,874
RHHBY	Roche Holding AG ADR	614	33.35	\$ 20,474	0.14		\$ 24,959	5	0.59	-11.7	\$ (2,389)	\$ 22,864
EOG	EOG Resources Inc	156	124.09	\$ 19,358	2.81		\$ 15,831	3	0.91	-3.5	\$ (676)	\$ 20,034
	Sub Total			\$ 357,675	49%	16.1%					\$ 49,677	\$ 307,920
	Total YTD			\$ 736,122	100%	8.4%					\$ 56,860	\$ 679,184

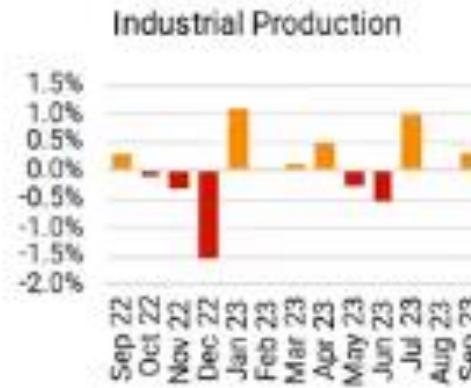
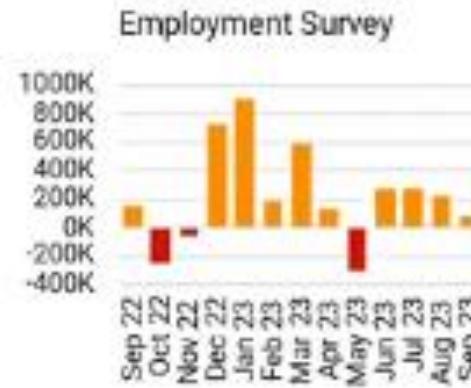
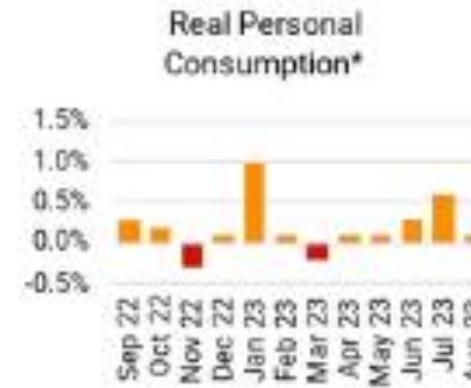
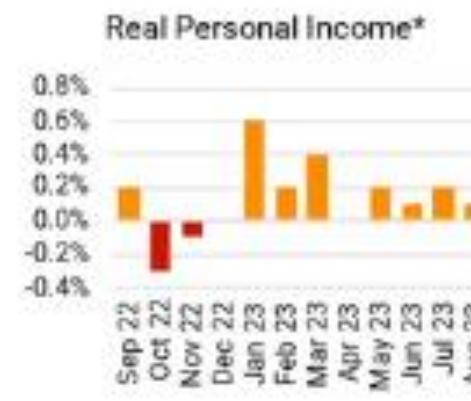
- ▶ 1. BASELINE
- ▶ 2. MARKETS - MACRO
- ▶ 3. NEXT STEPS - Rotation

APPENDIX A

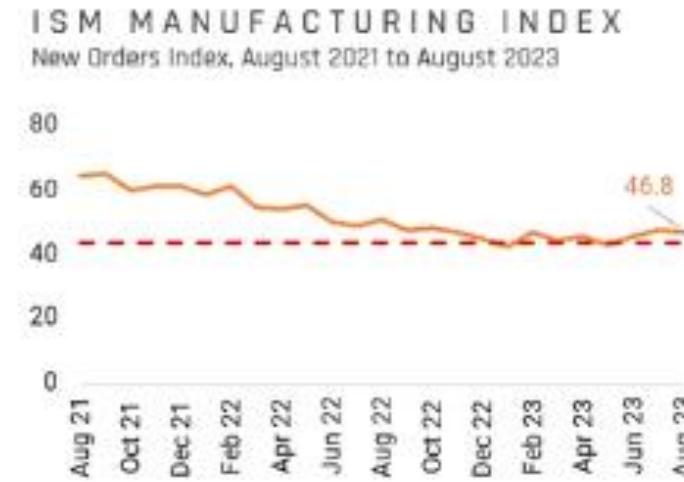
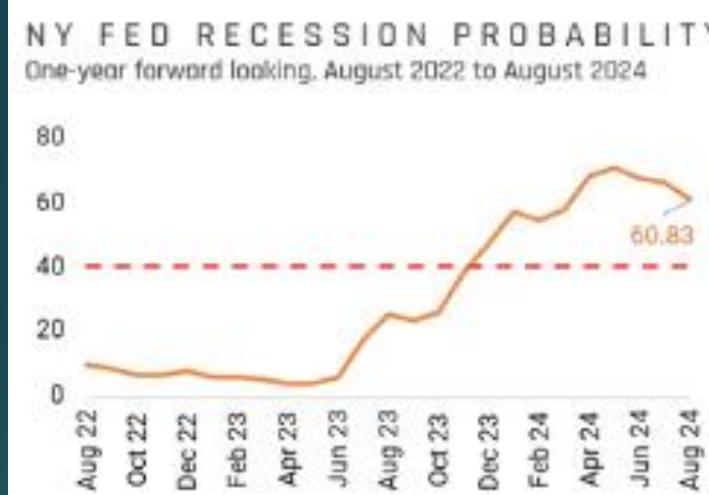
What if – NBER VALUE OK

KEY COMPONENTS THE NBER EVALUATES

Monthly changes, September 2022 to September 2023, unless otherwise noted

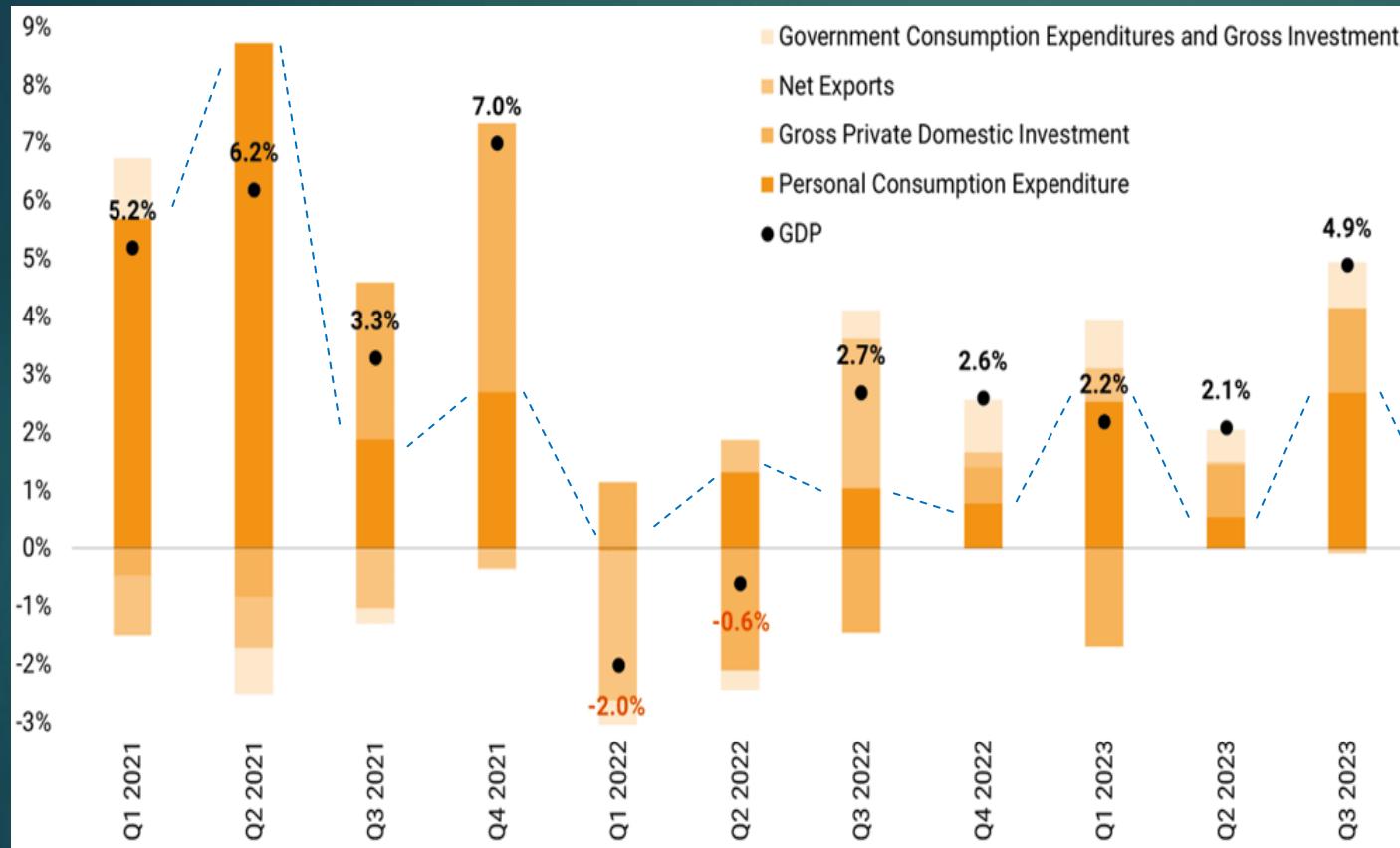


What if – Traditional Canaries are Buzzards



APPENDIX A

What if – Personal Consumption is ... Ok



Q3 Positives

q3 Growth at 4.9%

Pers Consumption Contributes 2.7%

Q3 Inflation – Good but Sticky News

- GDP Deflator +3.5%
 - PCE Core +2.4% (ex Food, Energy_
 - YoY Inflation fr 7.2% to 3.2% (q3 22&23)

? Q4+ Challenge

d. Q4 GDP to Decline w Pers.Cons.Exp.

APPENDIX A

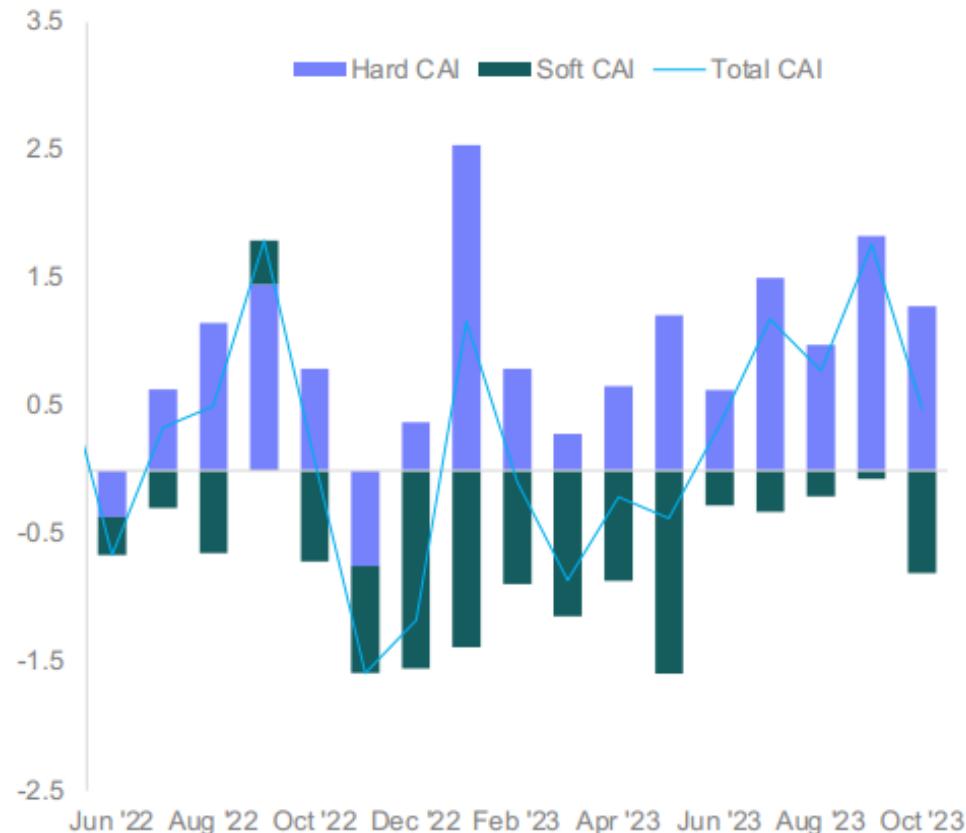
What if – Indicators ≠ Company Insight

COMPONENTS INFORMING CURRENT ACTIVITY INDICATORS

Type	Indicator
Hard	Single-Family Existing Home Sales
Hard	Single-Family New Home Sales
Hard	Single-Family Building Permits
Hard	Single-Family Housing Starts
Hard	Average Weekly Hours, Total Private Payrolls Diffusion Index
Hard	Household Employment
Hard	Unemployment Rate
Hard	Nonfarm Payrolls
Hard	Initial Jobless Claims
Hard	Light Vehicle Sales
Hard	Industrial Production
Hard	Industrial Production Manufacturing
Hard	Real Disposable Personal Income
Hard	Real Imports
Hard	Real Exports
Hard	Real Construction Spending
Hard	Real PCE
Soft	Conference Board Consumer Expectations
Soft	UMich. Consumer Expectations
Soft	ISM Nonmanufacturing Index
Soft	Richmond Fed Services Index
Soft	NY Fed Business Leaders Index
Soft	Markit PMI: Services
Soft	ISM Manufacturing Index
Soft	Chicago Manufacturing Index
Soft	Markit PMI: Manufacturing
Soft	Philadelphia Fed Manufacturing Index
Soft	Empire State Manufacturing Index
Soft	NFIB Small Business Optimism

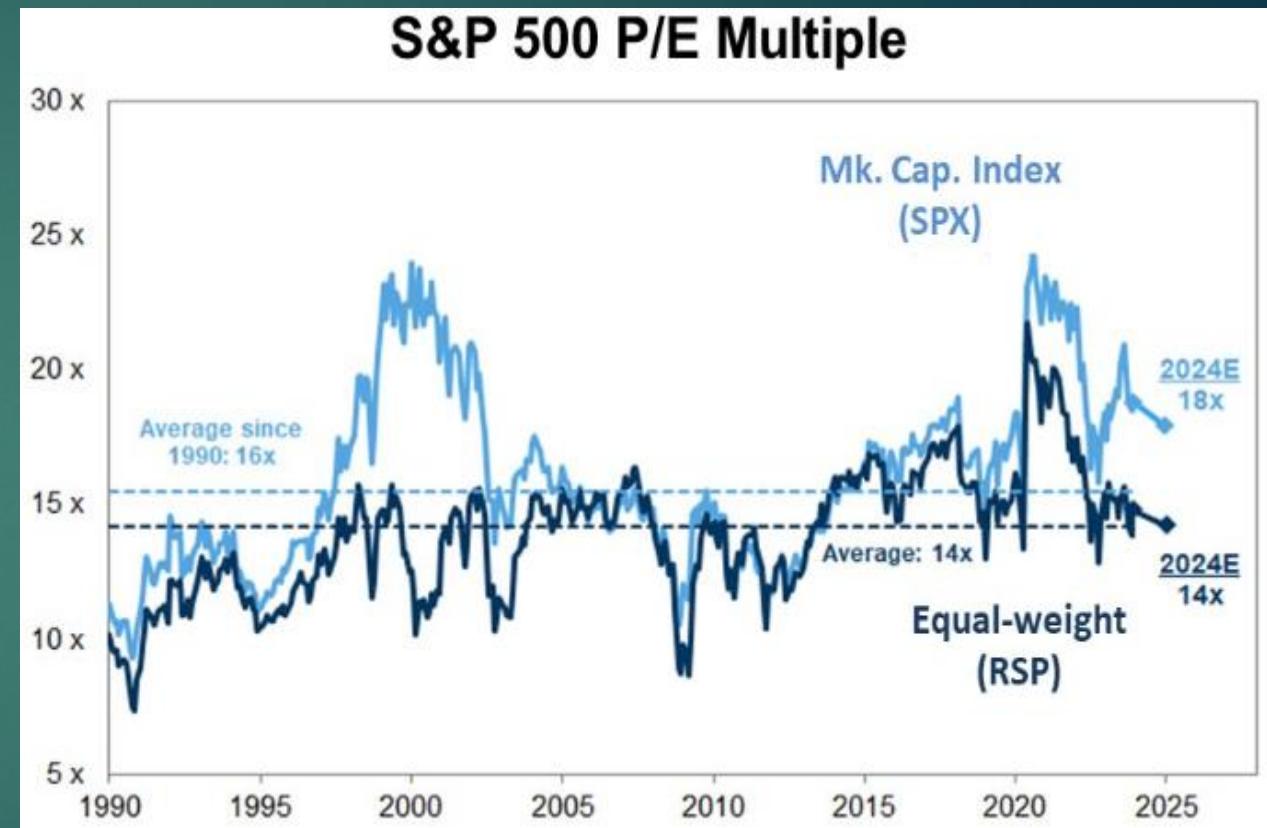
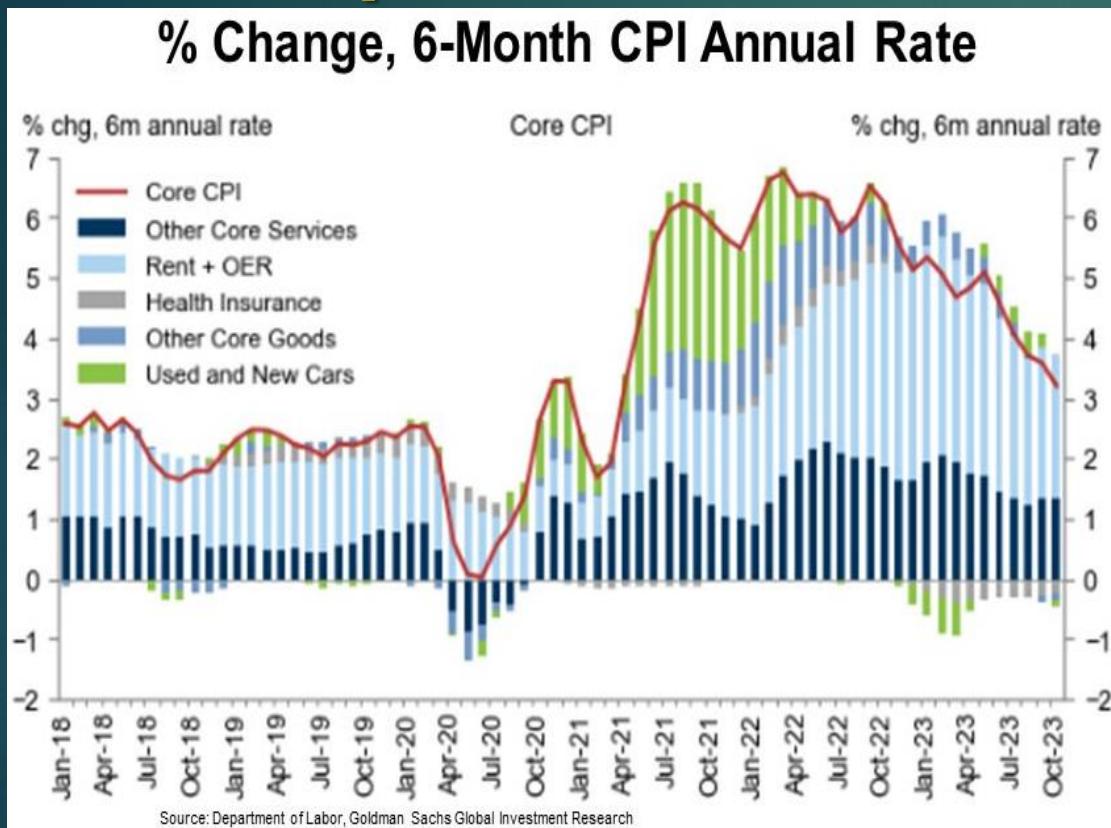
PERCEPTION VS. REALITY

Breakdown of US Current Activity Indicators by Type (Ann. % change)



APPENDIX B

The Optimist

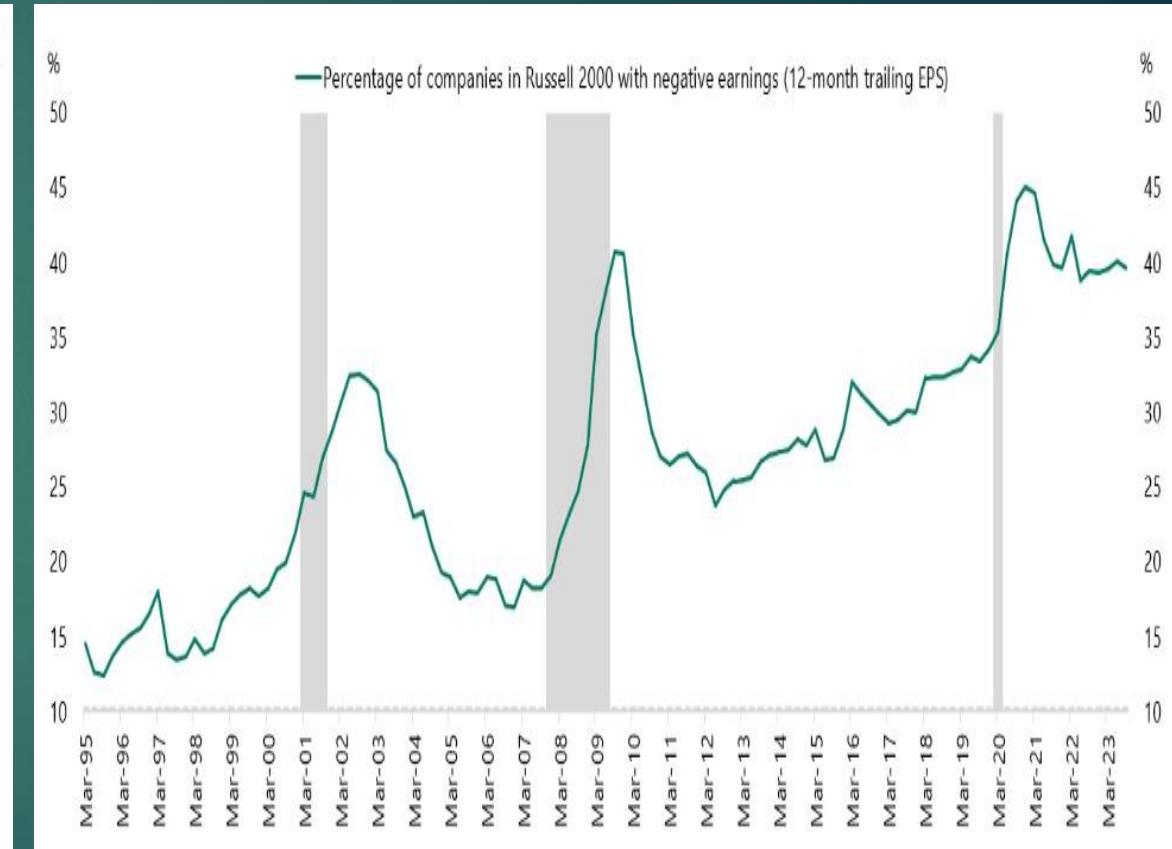
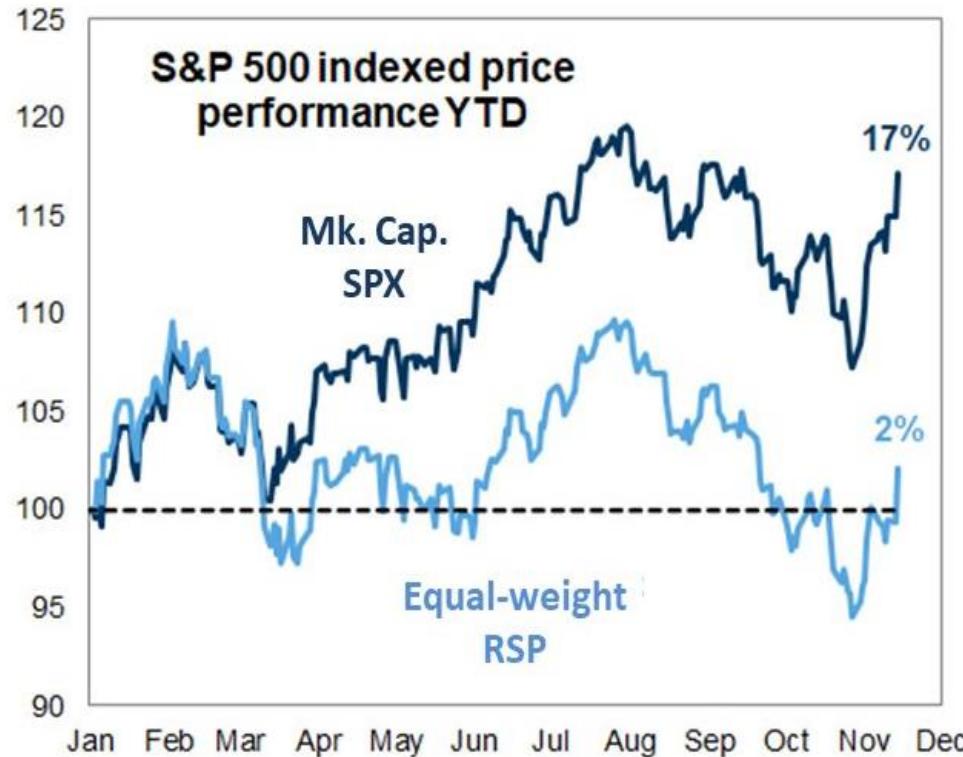


APPENDIX B

The Optimist

34

S&P 500 Market Cap. vs. Equal Weighted Index



Source: Apollo Economics

Appendix – Select Data Sources

35

<u>Data</u>	<u>Timing</u>	<u>files</u>	<u>Input / Output</u>	<u>Source(s)</u>
Asset Indicators – R / R Au, Cash, Equity, Debt (tick or etf)		dload, daily	Asset or Sector/Rank	stockcharts.com
US Govt Tbills	Monthly	Auction Results	Bill or Note / Auction	USTreasuryDirect.com
Equities				
DJUS IGS (138)	Weekly	Index Price Mo* by IG	Top 15 / Bottom 15 Priority etfs, cos	stockcharts.com, barrons barrons data
All etfs by Asset Class				
FundFlow – etf	daily	Fund Mo* by etfs	Match – Idx Price & etf Flow	etfdb.com
All etfs by Asset Class				
AAll+ etf (3,000)	monthly	etf and Index Tracked	AAll Grades, Risk Indic	aaii.com
All Equities Asset Class				
AAll+ equities (10,000)		daily	AAll Grades, Risk Indic	aaii.com
Equity & ETF Fin Data	Data Dep	xls Dloads	Price – Tech, Fin, Comps	Finra.com & Mstar.com
Options	data dep	Call, Put w Probabilities	Conserve – Time, Spread	OptionPlay.com
Priority – Present Co vs New Long or Shorts –		Div or Coupon, Earnings, Options (L/S)		

Hy-Inc – Fix List

36

Kettlebell (ind or asset averages) vs Dumbbell (4th qtr is opportunity, 1st qtr is harvest?)

- Formalize process to define these 3 classes monthly
- DJIG Equities and 3 best representative etfs
- Spec vs Lead Position High Grading vs present equities

Fund Flow – Formal process of reconcile eftdb.com vs ICI (Inv Co Inst) vs the DJIGs, and related MSCI

Restated Risk – Remove the Ddowns, what is risk if ddowns are eliminated via stop loss set points

Restated Risk – How to classify the Equity Options in the RA R/R format

RA – Download quant values, complete real regressions, slopes, r^2

Fix xls Template and related lookups to automate – Price Move, Dividends, Interest, Share Backs & Option

Use of 3 Forecasts

- RRG – Relative Rotation Graphs - Input to the HySig Assets Selection or Rotation
- All 3 Year Real Return is for Sector – Industry then – Etf and company Selection
- RRG Industry (spdr pool) and Sumgrowth are for the Options Selections and related criteria

Outlook – Update the formal list of DEV – Dominant Exogenous Variables – Report on the status change

Of the most important – monthly (for options), quarterly (for etf, stock sections), annual or 12 mo outlook.