

## AGENDA 01-25-25

**09:30 *IncSig 2025 Portfolio Update***

SME highlight – Market Outlook

***Frank Erzinger***

**10:30 *Test Drive Your Retirement Portfolio ...***

***... and Some Thoughts on Asset Allocation***

***Craig Israelsen, PhD***

***[www.7TwelvePortfolio.com](http://www.7TwelvePortfolio.com)***

# THE INCOME ASSET CHALLENGE

2

## The MIX - WHICH ASSETS, WHICH MARKETS?

- ▶ HEDGES
- ▶ EQUITIES
- ▶ FIXED INCOME

## DO THEY MEET INCOME OBJECTIVES?

- ▶ PRESERVE PRINCIPAL\*
- ▶ MAINTAIN INCOME\*
- ▶ SUSTAIN PORTFOLIO\*\*

▶ \*short term 1-3yr, \*\* long term 10yr

## ► 1. HyInc – RESULTS

## ► 2. REBUILD 2025 – SME\* OUTLOOK TOOLS (1,2)

## ► 3. Q1-2025 NEXT STEPS

- Appendix A Hybrid Income\* - Preserve Principal, Grow Income, Sustain Portfolio
- Sme – Subject Matter Expert
- (1) HF - hold / fold equities market), (2) HF - hire / fire equities mix

## 1. UPDATE

ticker	Company - Entity	Asset Class	\$ BEG 2024	Port %	\$ Shares	\$ Div & Int	\$ END 2024	Port %	\$ 2024 Δ	ticker
GOLD	Barrick Gold Corp	ALT Gold	\$ 39,726	5%	\$ 34,038	\$ 783	\$ 34,821	4.2%	\$ (4,905)	GOLD
		HEDGE	\$ 108,305	14%	\$ 34,038		\$ 34,821	4.2%	\$ (73,484)	HEDGE
ENFR	Alerian Energy	US LG CAP VAL Sect Energy ML	\$ 27,061	4%	\$ 36,508	\$ 1,787	\$ 38,294	4.6%	\$ 11,233	ENFR
DUK	Duke Power	US LG CAP VAL Sect Utility	\$ 23,678	3%	\$ 26,289	\$ 944	\$ 27,232	3.3%	\$ 3,555	DUK
EOG	Enron Oil & Gas	US LG CAP VAL Sect Energy	\$ 18,720	2%	\$ 18,987	\$ 564	\$ 19,551	2.3%	\$ 831	EOG
EMR	Emerson Electric Co.	US LG CAP VAL Sect Industrial	\$ 31,340	4%	\$ 39,905	\$ 627	\$ 40,532	4.9%	\$ 9,192	EMR
EPD	Enterprise	US LG CAP VAL Sect Energy ML	\$ 26,972	4%	\$ 32,708	\$ 2,031	\$ 34,740	4.2%	\$ 7,768	EPD
KLAC	KLA Corporation	US LG CAP GROWTH	\$ 80,219	11%	\$ 86,957	\$ 887	\$ 87,844	10.5%	\$ 7,624	KLAC
KMI	Kinder Morgan	US LG CAP VAL Sect Energy	\$ 24,377	3%	\$ 38,497	\$ 1,613	\$ 40,110	4.8%	\$ 15,733	KMI
MRK	Merck & Co., Inc.	US LG CAP VAL Sect Hcare	\$ 33,578	4%	\$ 30,640	\$ 987	\$ 31,626	3.8%	\$ (1,952)	MRK
PXD	Pioneer	US LG CAP VAL Sect Energy	\$ 25,636	3%						
RHHBY	Roche Holding AG	US LG CAP VAL Sect Mat'l's	\$ 22,245	3%	\$ 21,416	\$ 801	\$ 22,217	2.7%	\$ (28)	RHHBY
STX	Seagate Technology Holdings plc	US LG CAP GROWTH	\$ 35,514	5%	\$ 35,905	\$ 1,002	\$ 36,907	4.4%	\$ 1,393	STX
WLKP	Westlake Polymer	US LG CAP VAL Sect Mat'l's	\$ 23,734	3%	\$ 25,894	\$ 2,048	\$ 27,942	3.4%	\$ 4,208	WLKP
XOM	Exxon Mobil	US LG CAP VAL Sect Energy MLP			\$ 28,492	\$ 957	\$ 29,449	3.5%	\$ 29,449	XOM
		US LG CAP GROWTH	\$ 115,733	15%	\$ 122,862		\$ 124,750	15%	\$ 9,017	
		US LG CAP VAL Sect Energy MLP	\$ 257,342	34%	\$ 299,336		\$ 311,695	37%	\$ 79,989	
JEPI	US STOCK MKT Options	US STOCK MKT Options			\$ 51,578	\$ 3,781	\$ 55,359	7%	\$ 55,359	JEPI
		EQUITY	373,075	49%	\$ 473,776	\$ 18,028	\$ 491,803	59%	\$ 144,364	EQUITY
BIL	spdr 1-3 mo Tbills	FXINC GOVT NOTE STerm Treas	\$ 275,454	36%	\$ 76,900	\$ 3,253	\$ 80,153	10%	\$ (195,301)	BIL
		CASH-13wk Tbill	\$ 275,454	36%	\$ 76,900	\$ 3,253	\$ 80,153	10%	\$ (195,301)	CASH - 13WK TBIL
TLT	I Share 20+ yr Treasury Bond	FXINC GOVT BOND Ten Yr Tr			\$ 65,498	\$ 2,816	\$ 68,314	8%	\$ 68,314	TLT
IGIB	I Share 5-10 yr Inv Grade	FXINC CORP BOND Mid Term			\$ 50,325	\$ 2,743	\$ 53,068	6%	\$ 53,068	IGIB
FTSL	1st Trust Sr Loans	FXINC CORP BOND Mid Term			\$ 49,928	\$ 3,445	\$ 53,373	6%	\$ 53,373	FTSL
IBHG	I Share iBond 2024 Hyield & Income	FXINC CORP High Yield			\$ 48,150	\$ 3,178	\$ 51,327	6%	\$ 51,327	IBHG
		FIXED INCOME	\$ -	0%	\$ 213,900	\$ 12,182	\$ 226,082	27%	\$ 226,082	<- FIX INC
			\$ BEG 2024		\$ Shares	\$ Div & Int	\$ END 2024		\$ 2024 Δ	
			TOTAL	\$ 756,834 100%	\$ 798,614	\$ 33,462	\$ 832,859 100%		\$ 76,025 10.0%	
			YtD		95.9%	4.2%	10.0%			

2024  
10% ytd

## 2. INC SIG REBUILD 2025 – SPY 5yr spdr S&P 500

5

50/200 dma  
Crossovers  
● down ● up

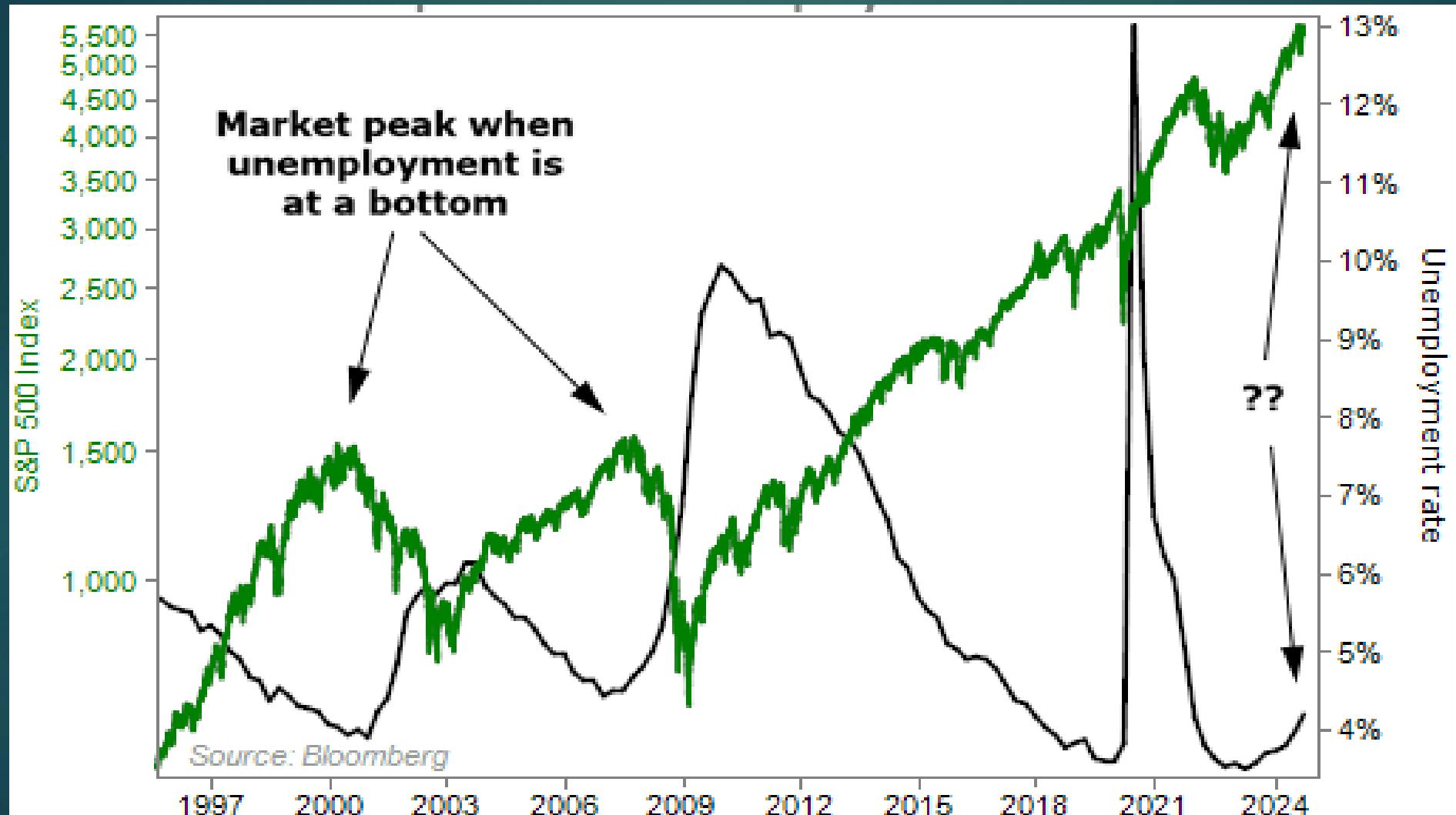


Source: OptionsPlay.com, StockCharts.com,

01-22-25 vB

## 2. INC SIG REBUILD 2025 – COUNTER CYCLES

6



Source:Bloomberg via Stansberry Research

01-22-25 vB

## 2. INCOME SIG REBUILD 2025 – The SME ANALYTIC FRAMEWORK

7



**Jan - The Market Outlook- The Equity Percentage**

Feb - ETFs 01 – w CEF and Mutual Funds

Mar - Hedges – Low Correlation Assets

Apr - Benchmark & Asset Optimization Toolkit

May - Fixed Inc 01- The RFR Treasuries & Govt Securities

Jun - Equities 01 – Dividends

Jul - Equities 02 – The Derivative Funds

Aug - Fixed Inc 02 – Corporate Debt & Credit

Sep - Equities 03 – Growth

Oct - Corporate Options as Income

Nov -

# Q1 – Of SME “OUTLOOK” tools, which would you recommend we NOT use for 2025?

8

<u>Inc Sig Use</u>	<u>Toolkit by:</u>	<u>AAll Date</u>
<b>Equity</b>	<b>1 - Storm Guard Composite <sup>(1)</sup></b>	<b>(Nov 22*)</b>
<b>Equity 60%</b>	<b>2 - Delta – Breadth, GDPNow, LEI <sup>(2)</sup></b>	<b>(Dec 24*)</b>
<b>Equity 87%</b>	<b>3 - RGB - Market Outlook &amp;Sentiment<sup>(2)</sup></b>	<b>(Apr 23*)</b>

## Answers;

- a. 1
- b. 2
- c. 3
- d. Use combinations (send rec)**

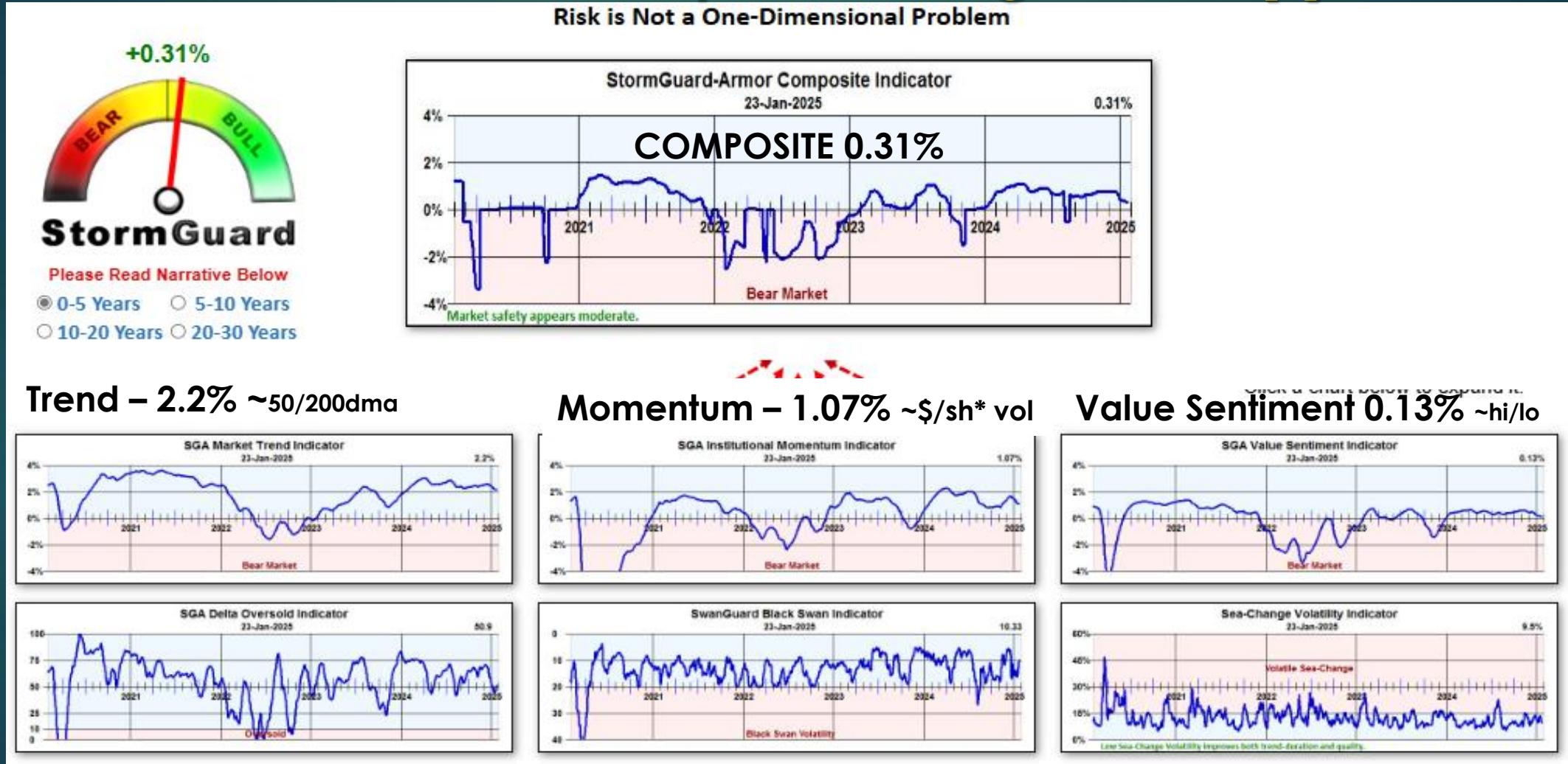
\* Details from Featured Speakers at AAllHouston.org (month yr). RGB will provide an update Feb 05, 3pm cdt  
SME – Subject Matter Expertise, (1) hold / fold (equities), (2) hire / fire (equity /fixed income mix)

01-22-25 vA

# OUTLOOK TOOLS –

## 1. *Storm Guard Composite Algorithm(s)*

9



Source: alphadailybrief.com (SumGrowth)

11-09-24 vC

# OUTLOOK TOOLS

## 1. Inc Sig Use of Storm Guard – Hold vs Fold

10

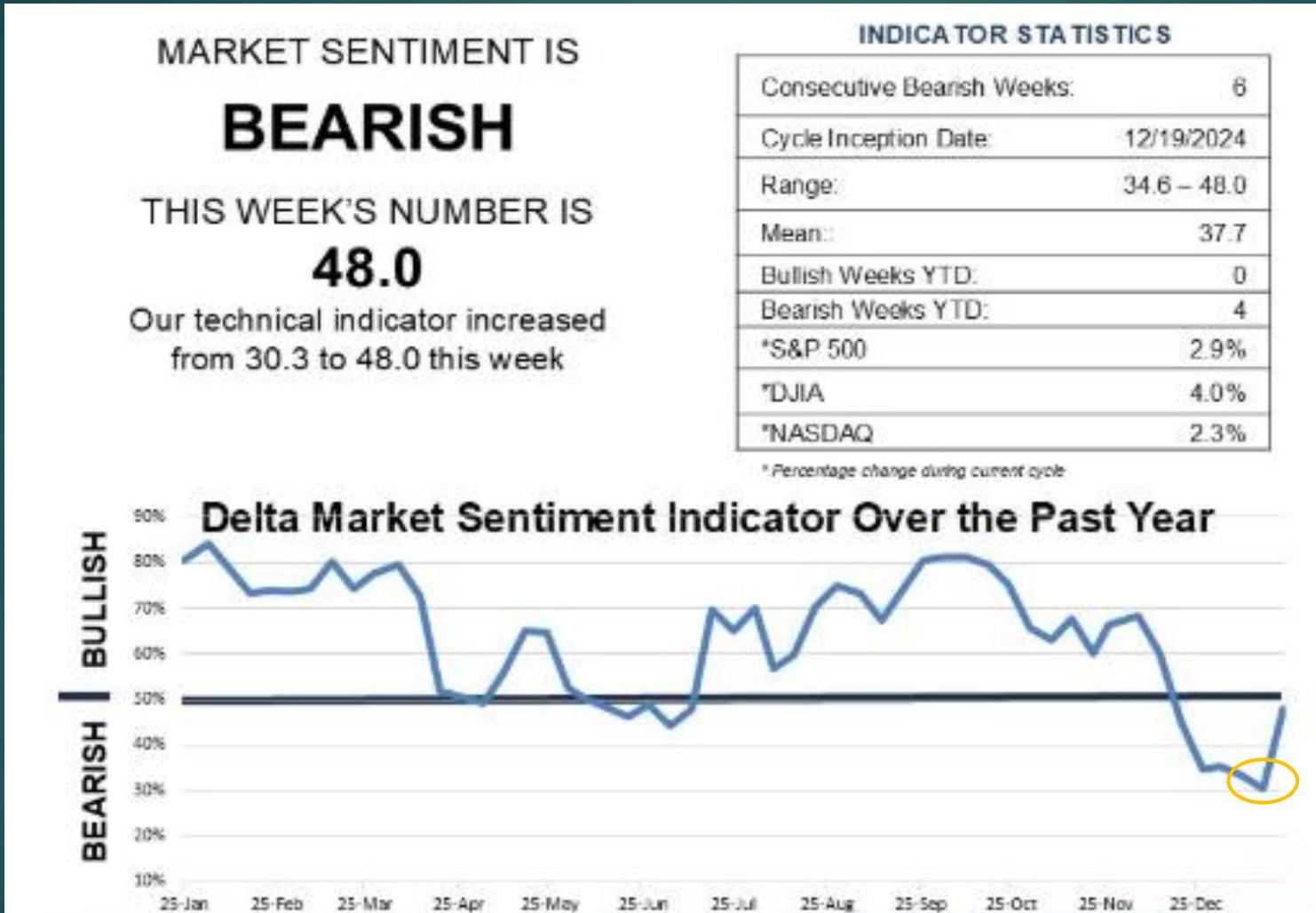


01-24-25vC

# OUTLOOK TOOLS

## 2 Delta – MSI Market Sentiment Indicator (01/22)

11



Basis: ~1,800 stocks

Measure: 75 dma Cross over  
Bullish: 50% of Stocks above Crossover  
Bearish: 50% of stocks are below Crossover

Application:  
- An Indicator  
- Not a rigorous trade or set point  
- Validity is +/-3% or 6% total

Current Exposure:

Asset	Pct
Cash	0
Bonds	0
Hedged Equity	40
<b>Equity</b>	<b>60</b>

## OUTLOOK –

### 3. RGB/NDR THE PRIMARY MARKET CYCLE

(01/22/25)



#### SECULAR Market Cycle

—Secular (long-term) bull markets are defined by above average returns over an extended period of time. Secular bear markets are defined by long-term periods of flat or declining prices (i.e. below average returns). **Secular cycles tend to last from 5 to 25 years. The indicator rating is based solely on an assessment of market conditions by Robert Bernstein.**

#### CYCLICAL Market Cycle

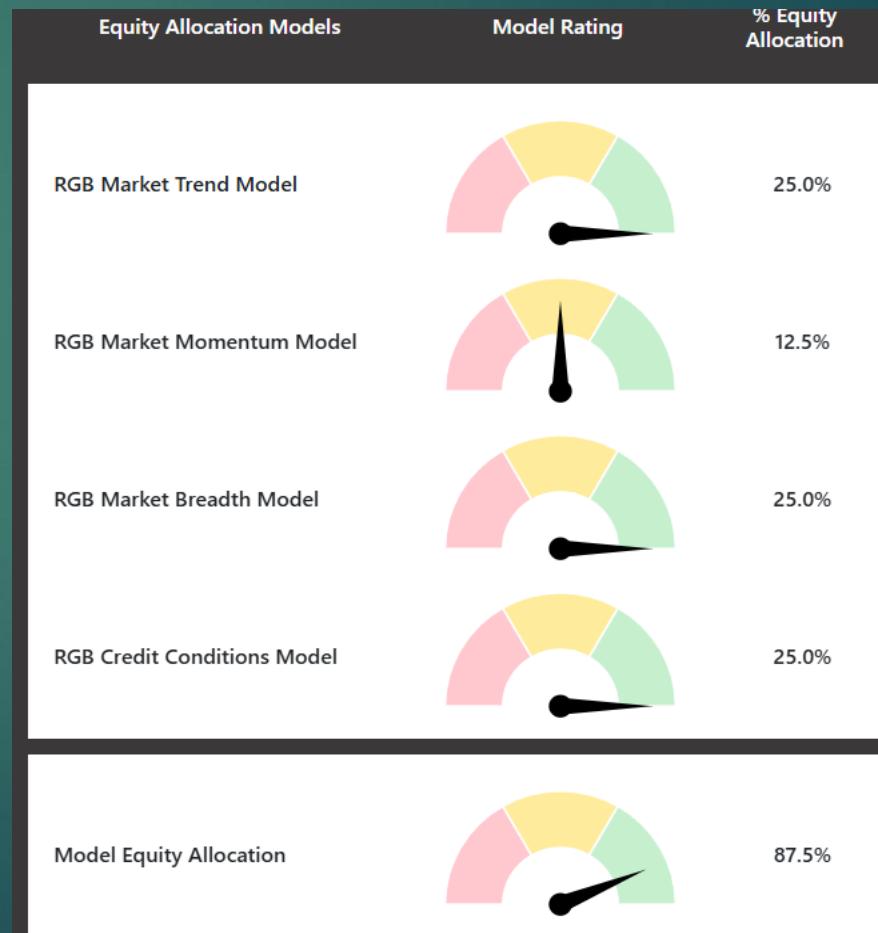
—Cyclical bull and bear markets are shorter trends within the context of secular (long-term) trend. There can be several cyclical bull and bear markets within a secular bull/bear market. For purposes of the stock Market Scorecard a cyclical bull market is a rise in the DJIA of 30% over 50 calendar days or a rise of 13% after 155 calendar days. A cyclical bear market is a 30% decline over 50 calendar days or a 13% decline after 145 days. This definition of cyclical bull and bear markets was first defined by Ned Davis Research.

# OUTLOOK TOOLS

## 3. RGB-NDR – EQUITY SCORECARD 87.5% (01/22/25)

Primary Cycle Analysis	
Secular Market	Bull Market
Cyclical Market	Bull Market
Technical Environment	
Short-Term Trend Rating	Positive
Intermediate-Term Trend Rating	Positive
Long-Term Trend Rating	Positive
Momentum Analysis	
Short-Term Momentum Rating	Positive
Intermediate-Term Momentum Rating	Neutral
Long-Term Momentum Rating	Negative
Market Breadth Analysis	
Short-Term Market Breadth Rating	Positive
Intermediate-Term Market Breadth Rating	Positive
Long-Term Market Breadth Rating	Positive
Credit Conditions Analysis	
Short-Term Credit Conditions Rating	Positive
Intermediate-Term Credit Conditions Rating	Positive
Long-Term Credit Conditions Rating	Positive

Source: RGB Capital – Market Monitor Tools w NedDavis Research



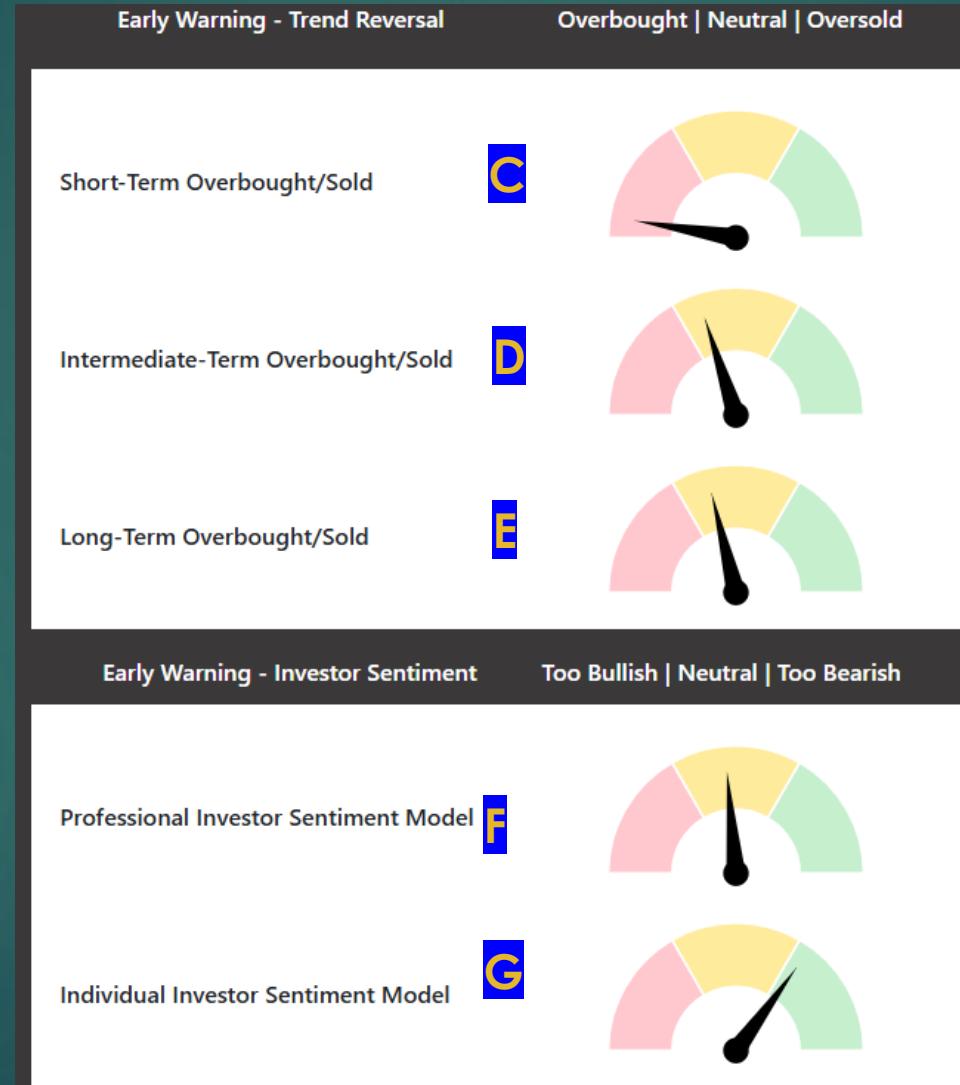
# OUTLOOK – 3. RGB/NDR EARLY (CONTRARIAN) WARNING

14

(01/22/25)

OB-OS  
OVERBOUGHT  
/ OVERSOLD

SENTIMENT



Source: RGB Capital – Market Monitor Tools w NedDavis Research

# Q1 – Of SME “OUTLOOK” tools, which would you recommend we NOT use for 2025?

15

<u>Inc Sig Use</u>	<u>Toolkit by:</u>	<u>AAll Date</u>
<b>Equity Exit</b>	<b>1 – Storm Guard – AlphaDailyBrief</b>	<b>(Nov 22*)</b>
<b>Equity 60%</b>	<b>2 - Delta – Breadth, GDPNow, LEI</b>	<b>(Dec 24*)</b>
<b>Equity 87%</b>	<b>3 - RGB - Market Outlook &amp;Sentiment (Apr 23*)</b>	

## Answers;

- a. 1
- b. 2
- c. 3
- d. Use combinations (send rec)**

\* Details from Featured Speakers at [AAllHouston.org](http://AAllHouston.org) (month yr). RGB will provide an update Feb 05, 3pm cdt  
SME – Subject Matter Expertise

01-22-25 vA

### 3. Q1 NEXT STEPS – INC SIG EQUITIES

16

<b>GOLD</b>	<b>FIRE</b>	<b>-14%, Wrong Asset Replace w GLD</b>
<b>DUK</b>	<b>KEEP</b>	<b>14%, Use Options</b>
<b>EOG</b>	<b>KEEP</b>	<b>4% , Use Options, Commodity Hedge</b>
<b>EMR</b>	<b>KEEP</b>	<b>23% , Use Options</b>
<b>EPD</b>	<b>KEEP</b>	<b>24%, No Options</b>
<b>KLAC</b>	<b>WATCH</b>	<b>9% , Use Options, Study Earnings</b>
<b>KMI</b>	<b>KEEP</b>	<b>41%, Use Options, Commodity Hedge</b>
<b>MRK</b>	<b>WATCH</b>	<b>-6% , Use Options, Study Pharma Earnings</b>
<b>RHHBY</b>	<b>WATCH</b>	<b>0%, Rates Play Drove Price</b>
<b>STX</b>	<b>WATCH</b>	<b>9% , Study Role or Lack of in AI</b>
<b>WLKP</b>	<b>KEEP</b>	<b>16%, Excellent Dividends Payor</b>
<b>XOM</b>	<b>WATCH</b>	<b>Replaced PXP, Use Options, Commodity Hedg</b>
<b>ENFR</b>	<b>KEEP</b>	<b>31%, Caught Infra Boom, No Options</b>

### 3. Q1 NEXT STEPS – GOLD 5yr Barrick Gold Corp

17



Source: OptionsPlay.com, StockCharts.com,

dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-24-25 vB

### 3. Q1 NEXT STEPS – GLD:GOLD 5yr

18



Source: OptionsPlay.com, StockCharts.com,

dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-24-25 vB

### 3. Q1 NEXT STEPS – DUK 5yr

19

nov, dec, jan sideways chop



Date	01/22	12/14	11/04
\$/sh	\$109	\$109	\$113
dma	50	\$110	\$113
200	\$107	\$107	
RSI	52	34	44
Res	\$118		
Support	\$108	\$109	

2025 Target

Div/Yield  
 \$4.14/3.79%

Call  
 \$.69 / 31 days  
 6 calls/y ~ Dividend

### 3. Q1 NEXT STEPS – KLAC 5yr

20

recovery fr \$650 to \$760



Date	01/22	12/14	11/04	
\$/sh	\$760	\$653	\$687	
dma	50	\$662	\$676	\$782
200	\$730	\$731	\$732	
RSI	3	49	45	
Res	\$830	\$772	\$796	
Supt	\$610	\$582	\$586	

2025 Target

Div/Yield  
\$6.08/1%

Call  
\$9.70 / 35 days  
1 calls/y > Dividend

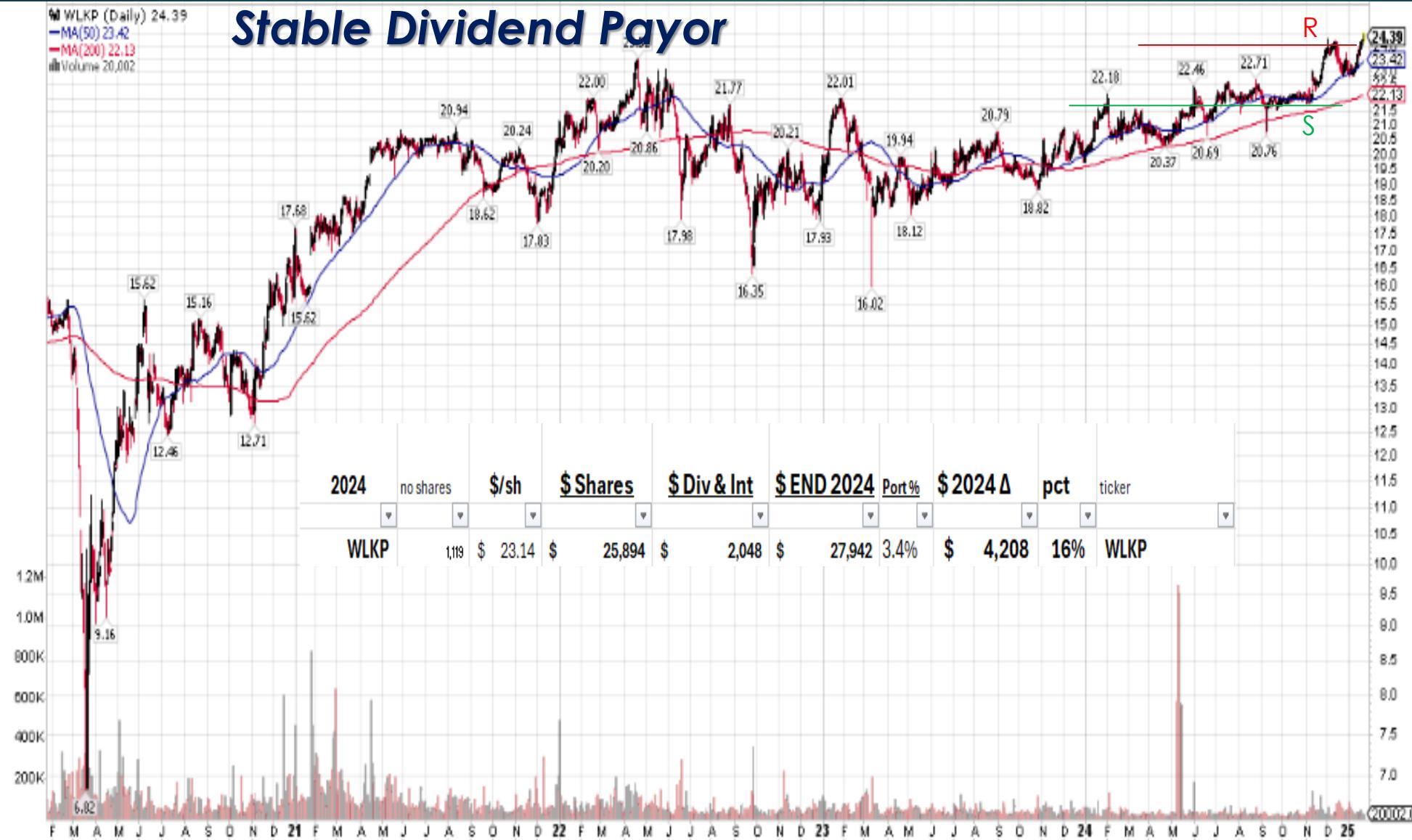
Source: OptionsPlay.com, StockCharts.com,  
 dma – daily moving average, RSI – relative (price) strength index, R (price) Resistance, S (price) Support

01-22-25 vB

### 3. Q1 NEXT STEPS – WLKP 5yr Westlake Chemical Ptnrs

21

#### Stable Dividend Payor

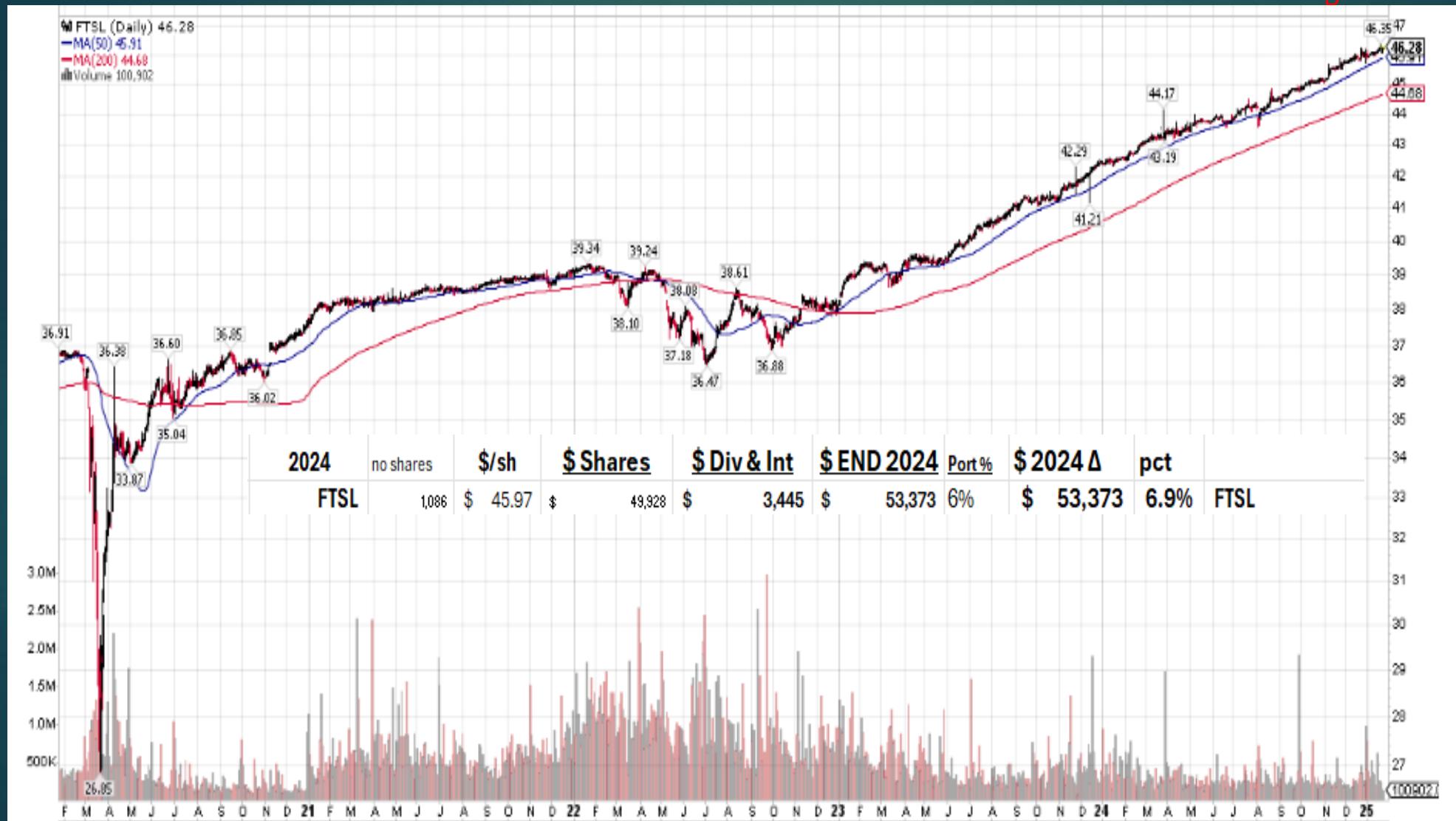


Source: OptionsPlay.com, StockCharts.com,  
dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-22-25 vB

### 3. Q1 NEXT STEPS – FTSL 5yr 1<sup>st</sup> Trust Sr Loan etf

22



Date	01/25	01/24	01/23*
\$/sh	\$46	\$42	\$38

Source: OptionsPlay.com, StockCharts.com,  
January of 2023, 2024, 2025

01-22-25 vB

### 3. Q1 NEXT STEPS – *IGIB 5yr iShares Int. Corp Bond etf*

23

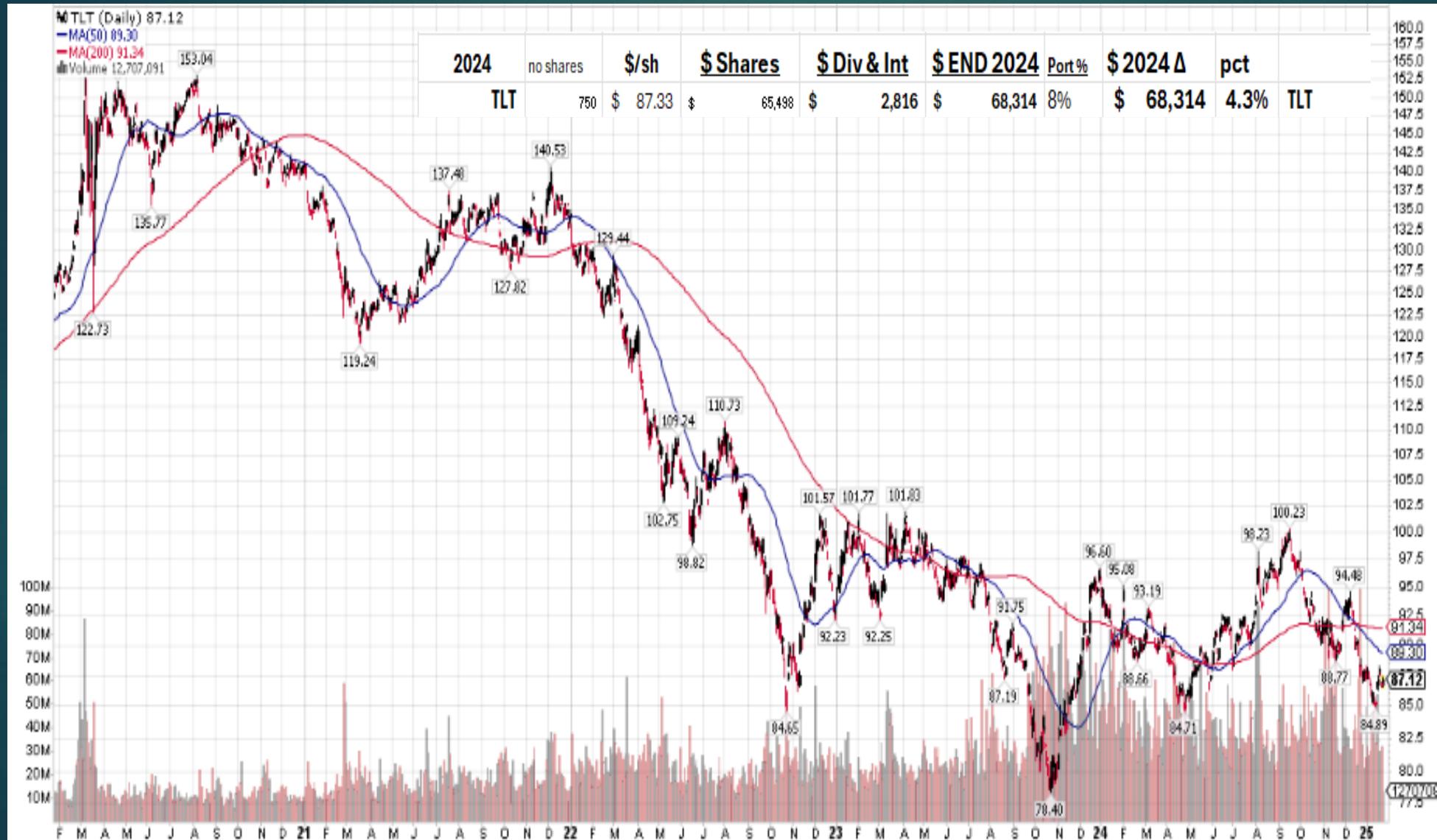


Source: OptionsPlay.com, StockCharts.com,  
January of 2023, 2024, 2025

01-22-25 vB

### 3. Q1 NEXT STEPS – TLT 5yr iShares 20+yr Treasury Bond etf

24

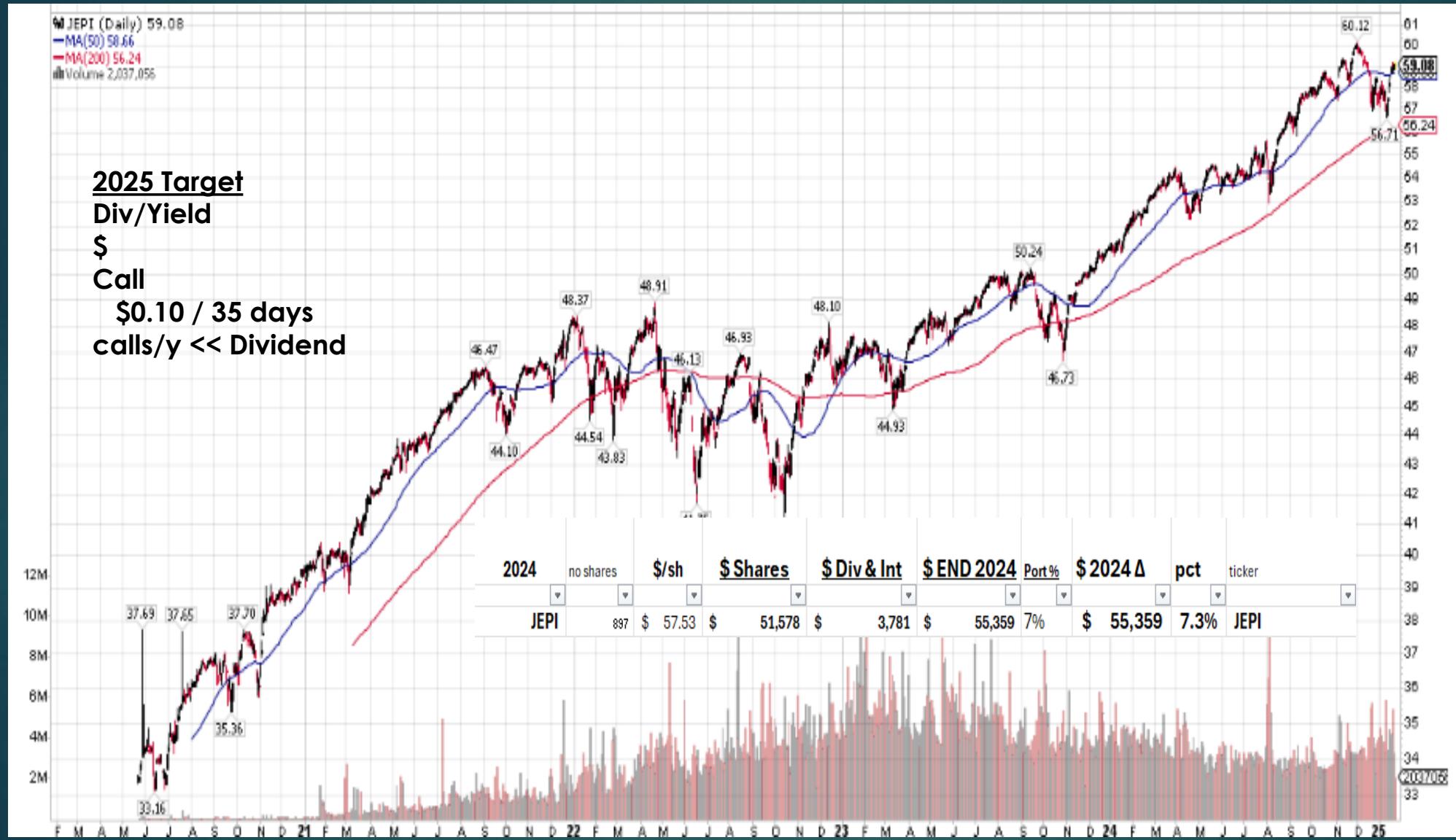


Date	01/25	01/24	01/23*
\$/sh	\$87	\$96	\$101
01/22			
	\$138		

2025 Target  
 Div/Yield  
 \$Call  
 \$0.10 / 35 days  
 calls/y << Dividend

## 3. Q1 NEXT STEPS – JEPI 5yr JPMorgan Eq Premium etf

25



Source: OptionsPlay.com, StockCharts.com  
January of 2022, 2023, 2024, 2025

01-22-25 vB

## ► 1. HyInc – RESULTS

## ► 2. REBUILD 2025 – SME\* OUTLOOK TOOLS (1,2)

## ► 3. Q1-2025 NEXT STEPS

- Appendix A Hybrid Income\* - Preserve Principal, Grow Income, Sustain Portfolio
- Sme – Subject Matter Expert
- (1) HF - hold / fold equities market), (2) HF - hire / fire equities mix

- A. **OUTLOOK TOOLS** *Storm Guard*
- B. OUTLOOK TOOLS LEI, GDP NOW
- C. OUTLOOK TOOLS – RGB – NDR
- D. *NEXT STEPS* – EQUITIES
- E. *NEXT STEPS* – FIXED INCOME

# OUTLOOK TOOLS

## 1. – “Storm Guard” Algo Model

COMPOSITE 0.76%

### StormGuard-Armor Indicator

StormGuard-Armor achieves superior performance indicating the onset of bear markets by incorporating three sources of data to provide three distinct views of the market that we call Market Trend, Institutional Momentum and Value Sentiment. Twelve separate measures of these three views are logically combined to produce the fundamental StormGuard-Armor value. Four additional measures of volatility and oversold conditions help hasten exits for Black Swan events and help hasten re-entry following oversold events.

### SGA Market Trend Indicator

The Market Trend Indicator was determined from the application of Matched Filter Theory that examines daily returns of the broad market (S&P500) and determines when to exit (and re-enter) the market to optimize overall investment performance. This first component of StormGuard-Armor behaves similarly but better than the classic Death Cross Indicator (which is based on the 50-day/200-day simple moving average crossover of the S&P500).

### SGA Delta Oversold Indicator

The SGA Delta Oversold Indicator is similar to the published Delta Market Sentiment Indicator which tracks the price performance of about 3,600 stocks relative to a medium-term moving average. StormGuard-Armor incorporates it as an oversold indicator that will trigger mean reversion behavior in the momentum algorithm after a particularly sharp decline and also incorporates it as an indicator for early re-entry if the recovery is sufficiently strong.

Delta Oversold 50.9%

Trend – 2.2%

Momentum – 1.07%

28

Value Sentiment 0.13%

### SGA Institutional Momentum Indicator

The SGA Institutional Market Momentum Indicator is similar in design to the Market Trend Indicator but further incorporates daily volume information. Note that a “Wall Street momentum trader” generally defines momentum as  $(\text{volume}) \times (\text{price change})$  just as a physicist defines it as  $(\text{mass}) \times (\text{velocity})$ . However, ordinary trend followers typically ignore volume and use “trend” and “momentum” interchangeably.

### SwanGuard Black Swan Indicator

A “black swan” event is rare, unpredictable, and beyond the realm of normal expectations. The market’s fall from its high on Feb 19, 2020, to bear market territory was the fastest on record. Fortunately, its unusual characteristics in volatility, downside volume, and a flight of capital to treasuries make early detection possible. The indicator is both a logical and linear combination of these measures. It is integrated into StormGuard-Armor and can trigger an early exit at any time during the month.

Black Swan Vol 16.33%

### SGA Value Sentiment Indicator

The SGA Value Sentiment Indicator is similar in design to the Market Momentum Indicator but further incorporates new highs and lows statistics. This Indicator acts as a “poker tell” that indicates a change in behavior of value traders that are concerned with where a stock’s price is relative to its previous highs and lows over the past 52 weeks. When the percent of new highs declines relative to new lows, it may be a sign that value sentiment traders have paused in favor of seeking safety.

### Sea-Change Volatility Indicator

The Sea-Change Volatility Indicator measures the combined rate of change of 12 diverse funds relative to the S&P500 to indicate the pace and extent of rotation between recent trend leaders and former trend laggards. The funds include primary sectors, disruptive subsectors, and traditional style-funds. Values over 15% indicate rapid and broad rotation. Momentum strategies take about two months to confirm and execute a change in leadership. A trade will be profitable only if its momentum continues for one or more additional months.

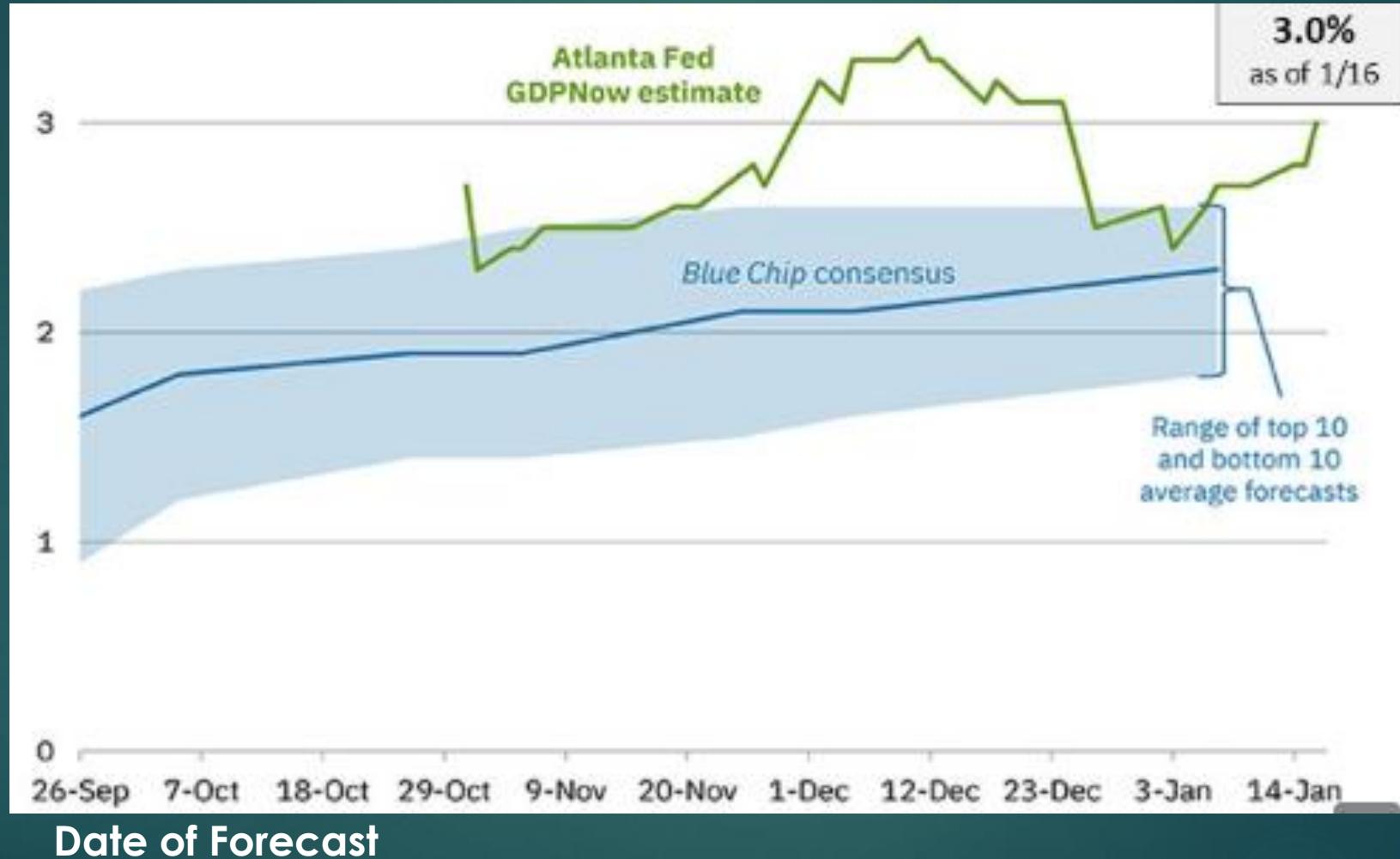
Sea Change Vol 9.5%

- A. OUTLOOK TOOLS Storm Guard
- B. OUTLOOK TOOLS LEI, GDP NOW**
- C. OUTLOOK TOOLS – RGB – NDR
- D. NEXT STEPS – EQUITIES
- E. NEXT STEPS – FIXED INCOME

## OUTLOOK TOOLS

### 2 Delta – ATL Fed GDPNow for 4Q2024 (01/17)

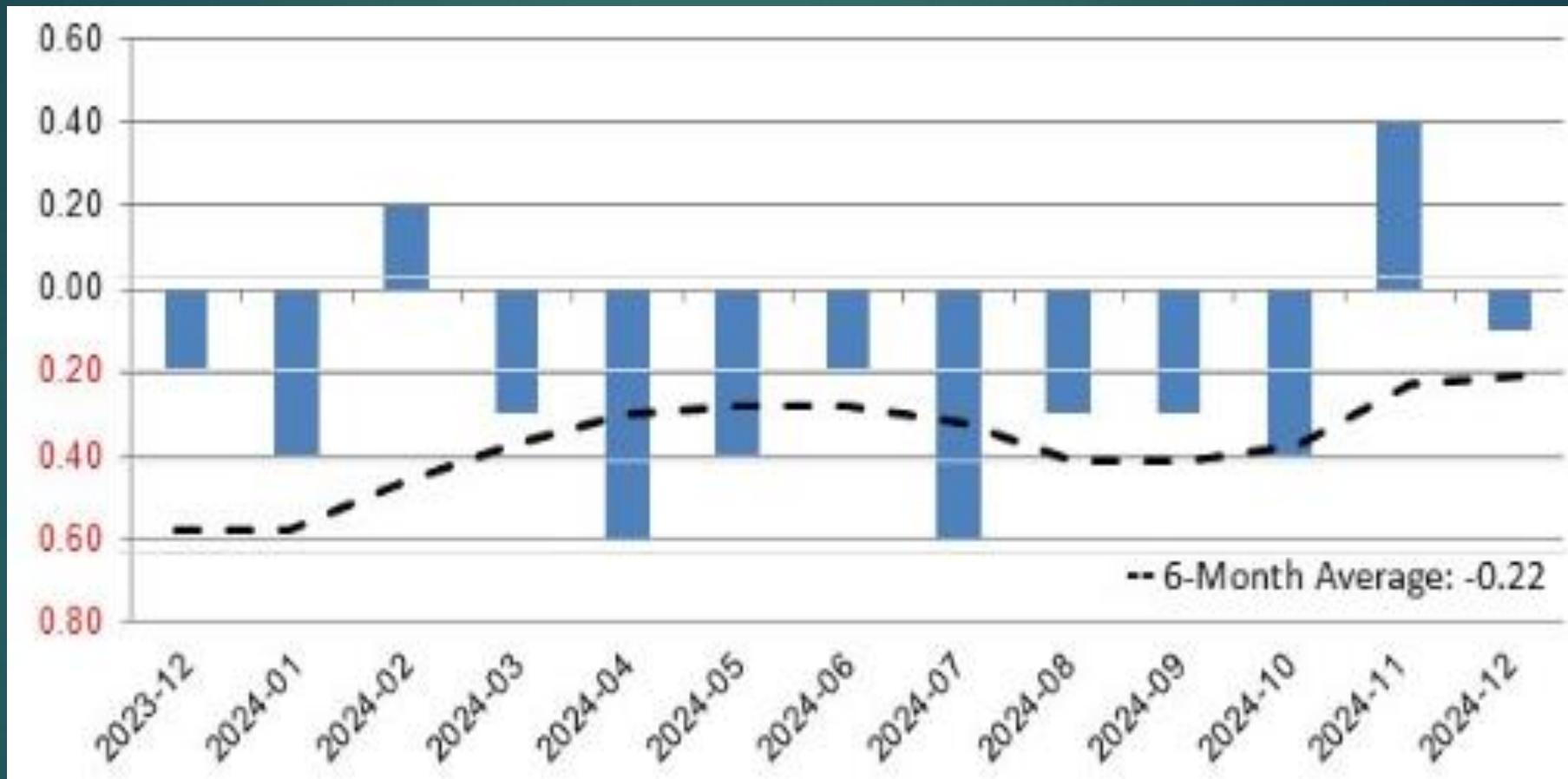
Real GDP  
For 4Q



Source: Atlanta Fed via Delta Investment 01/17/25

Blue Chip Economic Indicators and Blue Chip Financial Forecasts

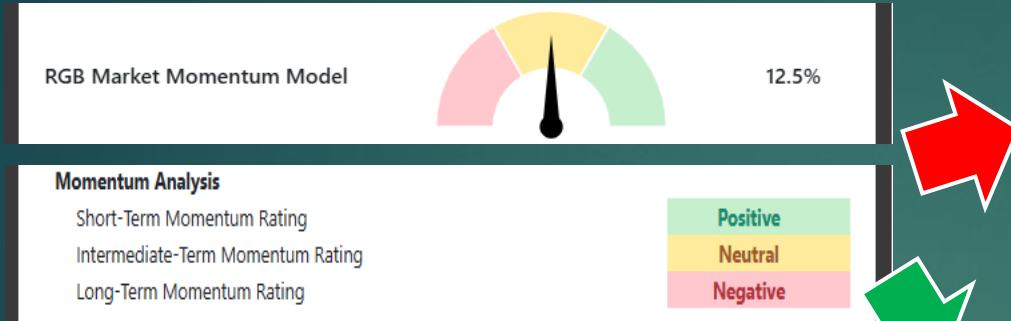
## OUTLOOK TOOLS – 2 Delta - LEI Change Monthly Dec 2023-24



### Date of Forecast

Source: The Conference Board – Update 01/22/25, via Delta Investments

- A. OUTLOOK TOOLS Storm Guard
- B. OUTLOOK TOOLS LEI, GDP NOW
- C. OUTLOOK TOOLS – RGB – NDR**
- D. NEXT STEPS – EQUITIES
- E. NEXT STEPS – FIXED INCOME



### MOJO - Long-Term

Average Convergence Divergence indicator on the S&P 500 Index to provide an indication of the momentum in the stock market. **A MACD (26, 52, 18) is used. If the MACD line is above its 18-period exponential moving average, then the indicator is positive.** If the MACD line falls below its moving average, the indicator will provide a negative reading.

Short-Term Market Breadth: Short-term market breadth is determined by the cumulative number of advancing and declining stocks on the S&P 500 Index and comparing the value to its 21-day exponential moving average. Any value above the 21-day EMA is considered positive and values below the 21-day EMA is considered negative.

### MOJO - Short-Term

An oscillator designed to express the short-term momentum in the market. This is a five day Rate of Change (ROC) indicator that measures the percentage change in price of the S&P 500 Index between the current price and the price five days ago. A ROC greater than 1% will generate a positive reading. A ROC value less than 1% will generate a negative reading. All values between -1% and +1% are considered neutral.

### MOJO – Intermediate Term

– an indicator that uses the Average Directional Index (ADX) indicator to measure the strength of a trend, regardless of its direction. **If the 14-day ADX reading is above its reading from 2-days prior**, it is considered a positive trend. This indicator then uses the Directional Movement System, developed by J. Welles Wilder Jr., to determine the direction of the trend by comparing the +DI (Positive Directional Indicator) to -DI (Negative Directional Indicator). If the 14-day ADX reading is above its reading from two days prior and the +DI is great than -DI, the trend is up (positive). If the 14-day ADX reading is below its value from two days prior and the +DI is less than -DI, the trend is down (negative). If the 14-day ADX reading is below its reading from two days prior the overall rating is neutral.

# OUTLOOK

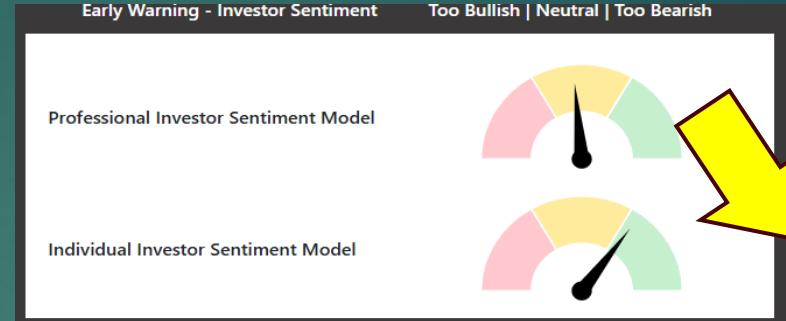
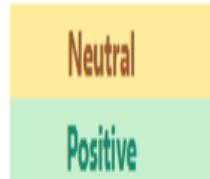
## 3.RGB-NDR – INVESTOR SENTIMENT (01/25/25)

34

### Investor Sentiment

Professional Investors

Individual Investors



### Individual Investor Sentiment:

Based on the **AAI Sentiment Survey** published by the American Association of Individual Investors (AAII). AAII members are polled weekly and asked if what direction they believe the stock market will move in the next six months. This indicator uses the Bull/Bear Spread (the difference between the % of respondents that believe the market will be higher in six months less the % of respondents that believe the market will be lower in six months. The value is then compared to its mean. Values greater than 1 standard deviation above the mean is considered Too Bullish (negative) and values less than 1 standard deviation below the mean are considered Too Bearish (positive). All values within +1 and -1 standard deviations are considered neutral.

### Professional Investor Sentiment:

Based on the NAAIM Exposure Index published by the National Association of Active Investment Managers (NAAIM). **The index represents the average equity exposure to the US equity markets by the professional investors and financial advisors** that belong to the organization. The current reading is compared to its mean. Values greater than 1 standard deviation above the mean is considered Too Bullish (negative) and values less than 1 standard deviation below the mean are considered Too Bearish (positive). All values within +1 and -1 standard deviations are considered neutral.

- A. OUTLOOK TOOLS Storm Guard
- B. OUTLOOK TOOLS LEI, GDP NOW
- C. OUTLOOK TOOLS – RGB – NDR
- D. *NEXT STEPS – EQUITIES***
- E. *NEXT STEPS – FIXED INCOME***

### 3. Q1 NEXT STEPS – INC SIG FIXED INCOME

36

<b>GOLD</b>	<b>FIRE</b>	- w GLD
<b>DUK</b>	<b>KEEP</b>	<b>14%, Use Options</b>
<b>EOG</b>	<b>KEEP</b>	<b>4% , Use Options, Commodity Hedge</b>
<b>EMR</b>	<b>KEEP</b>	<b>23% , Use Options</b>
<b>EPD</b>	<b>KEEP</b>	<b>24%, No Options, Alnfa Boom</b>
<b>KLAC</b>	<b>WATCH</b>	<b>9% , Use Options, Study Earnings</b>
<b>KMI</b>	<b>KEEP</b>	<b>41%, Use Options, Commodity Hedge</b>
<b>MRK</b>	<b>WATCH</b>	<b>-6% , Use Options, Study Pharma Earnings</b>
<b>RHHBY</b>	<b>WATCH</b>	<b>0%, Rates Play Drove Price</b>
<b>STX</b>	<b>WATCH</b>	<b>9% , Study Role or Lack of in AI</b>
<b>WLKP</b>	<b>KEEP</b>	<b>16%, Excellent Dividends Payor</b>
<b>XOM</b>	<b>WATCH</b>	<b>Repl PXP, Use Options, Commodity Hedg</b>
<b>ENFR</b>	<b>KEEP</b>	<b>31%, Caught Alnfa Boom, No Options</b>

### 3. Q1 NEXT STEPS – EOG 5yr

37

sideways \$115 to 136



Date	01/22	12/14	11/04
\$/sh	\$128	\$126	\$134
<b>dma</b>			
50	\$128		
200	\$125		
RSI	84	40	67
Res	\$136	\$136	\$136
Supt	\$115		

2025 Target

Div/Yield  
 \$3.64/2.88%

Call  
 \$.70 / 21 days  
 5 calls/y ~ Dividend

### 3. Q1 NEXT STEPS – EMR 5yr

38

sideways \$115 to 136



Source: OptionsPlay.com, StockCharts.com,

dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-22-25 vB

### 3. Q1 NEXT STEPS – EPD 5yr

39

up > 50dma



Source: OptionsPlay.com, StockCharts.com,

dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-22-25 vB

### 3. Q1 NEXT STEPS – KMI 5yr

40

**recovery and new high!**

**KMI – 5 year**



Date	01/24	12/14	11/04
\$/sh	\$30	\$25.7	\$26.9
dma	50	\$27	\$26
200	\$22	\$21	\$19
RSI	66	49	81
Res	\$31		
Supt	\$28		

2025 Target

Div/Yield  
 \$1.15/1%

Call  
 \$0.31 / 28 days  
 3 calls/y > Dividend

### 3. Q1 NEXT STEPS – MRK 5yr

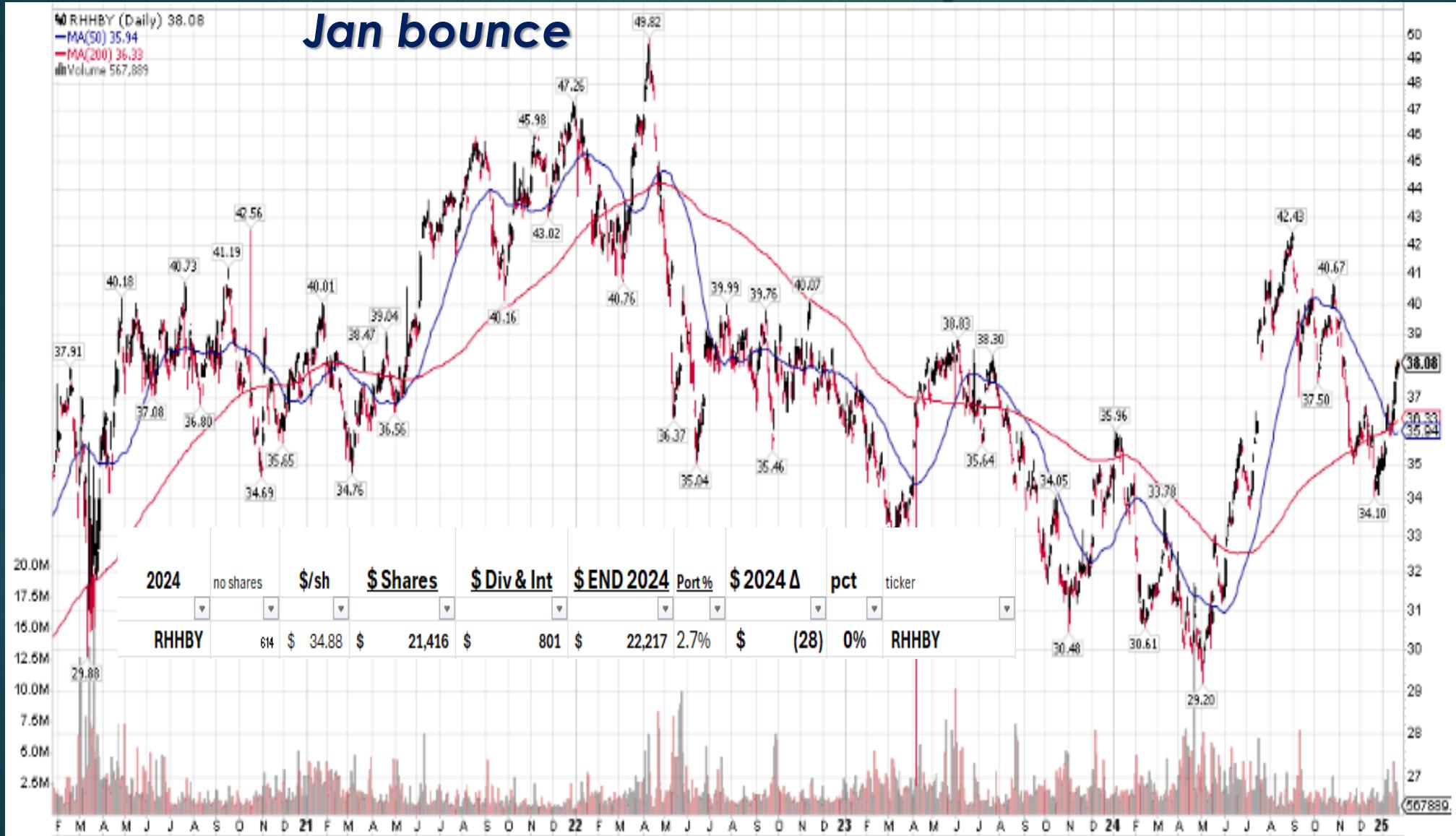
**post drop, new Res, Supt range**

41



### 3. Q1 NEXT STEPS – RHHBY 5yr Roche Holding Ltd

42



Date	01/22	12/14	11/04
\$/sh	\$36	\$37	\$37
dma			
50	\$36	\$37	\$39
200	\$36	\$36	\$35
RSI		69	
Res		\$38	
Support	\$ 35		

Source: OptionsPlay.com, StockCharts.com,

dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

01-22-25 vB

### 3. Q1 NEXT STEPS – STX 5yr Seagate Technology

43



Source: OptionsPlay.com, StockCharts.com,  
 dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

	01/22	12/14	11/04
<b>\$/sh</b>	<b>\$109</b>	<b>\$96</b>	<b>\$104</b>
<b>dma</b>	<b>50</b>	<b>\$96</b>	<b>\$101</b>
<b>200</b>	<b>\$97</b>	<b>\$97</b>	<b>\$96</b>
<b>RSI</b>	<b>82</b>	<b>39</b>	
<b>Res</b>	<b>\$114</b>	<b>109</b>	
<b>Supt</b>	<b>\$102</b>	<b>\$98</b>	

**2025 Target**

**Div/Yield**

**\$2.80/2.87%**

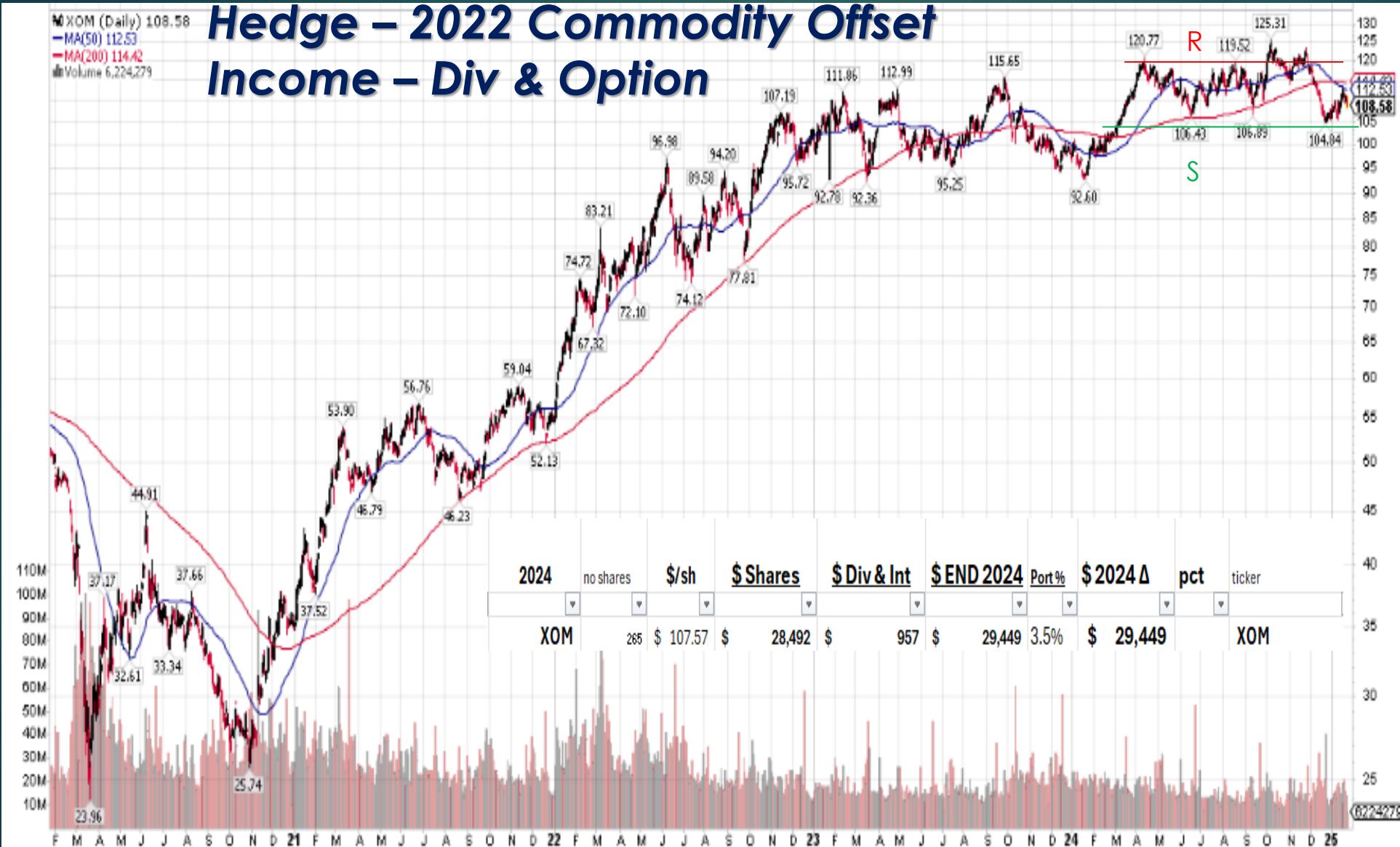
**Call**

**\$0.80 / 21 days**

**4 calls/y > Dividend**

### 3. Q1 NEXT STEPS – XOM 5yr Exxon Mobile

44



Date	01/23	12/14	11/04
\$/sh	\$108	\$110	\$121
dma	50	\$112	
	200	\$114	
RSI			
Res		\$120	
Support	\$106		

**2025 Target**  
**Div/Yield**  
**\$3.84/3.5%**

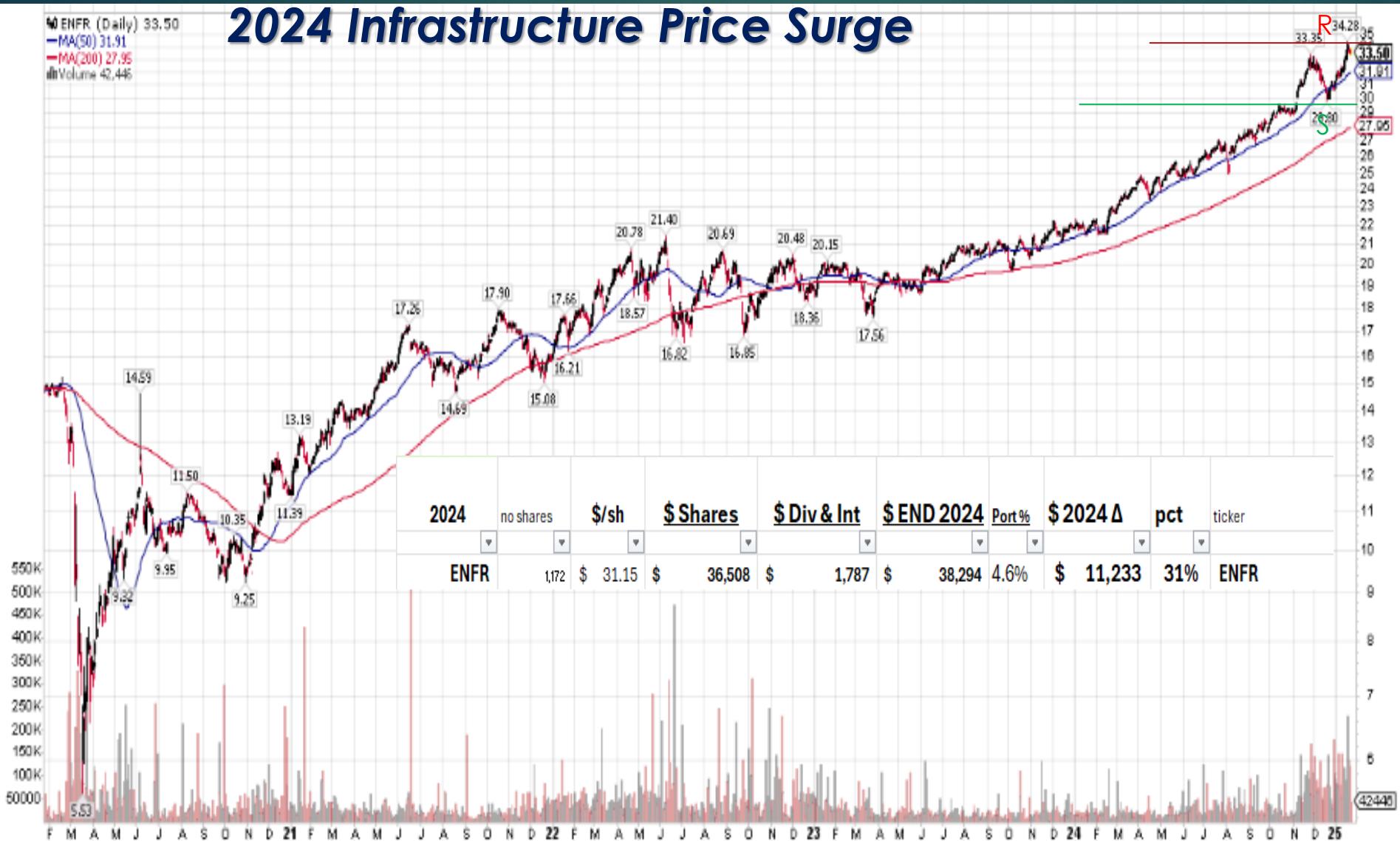
**Call**  
**\$0.69 / 21 days**  
**7 calls/y > Dividend**

Source: OptionsPlay.com, StockCharts.com,  
dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

### 3. Q1 NEXT STEPS – ENFR 5yr Alerian Energy

45

#### 2024 Infrastructure Price Surge



Source: OptionsPlay.com, StockCharts.com,  
dma – daily moving average, RSI – Relative (price) Strength Index, Res (price) Resistance, Supt (price) Support

Date	01/22	12/14	11/04
\$/sh	\$33	\$31	\$29.6
dma			
50	\$32		
200	\$28		
RSI	65		
Res	\$34		
Supt	\$ 29		

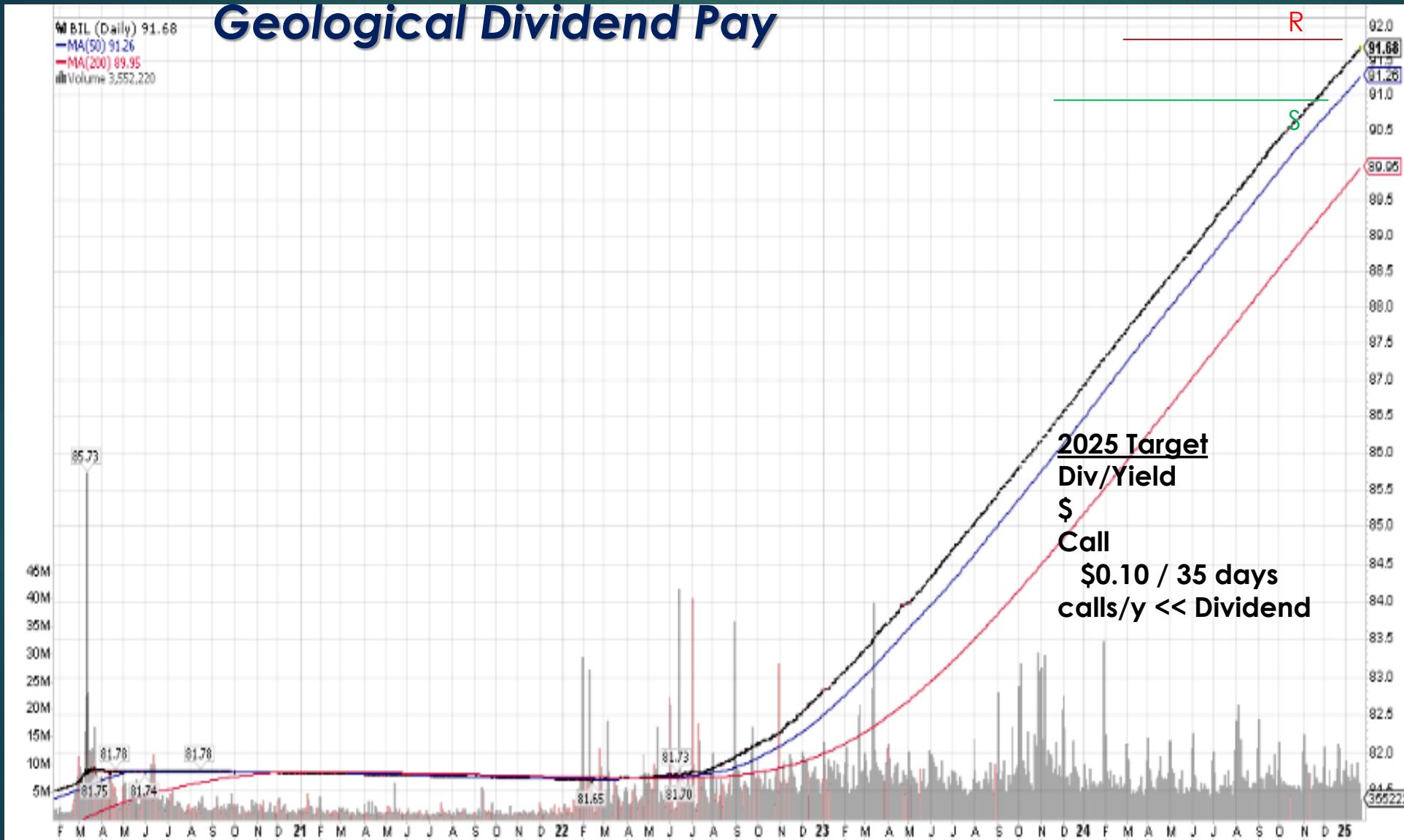
2025 Target  
Div/Yield  
\$Call  
\$0.10 / 35 days  
calls/y << Dividend

- A. OUTLOOK TOOLS Storm Guard
- B. OUTLOOK TOOLS LEI, GDP NOW
- C. OUTLOOK TOOLS – RGB – NDR
- D. NEXT STEPS – EQUITIES
- E. NEXT STEPS – FIXED INCOME**

### 3. Q1 NEXT STEPS – BIL 5yr SPDR Bloomberg 1-3mo TBill

47

# Geological Dividend Pay



<u>Date</u>	<u>01/25</u>	<u>01/24</u>	<u>01/23*</u>
<u>\$/sh</u>	<b>\$91</b>	<b>\$90</b>	<b>\$86</b>

Source: OptionsPlay.com, StockCharts.com,  
January of 2023, 2024, 2025

01-22-25 vB

### 3. Q1 NEXT STEPS – IBHG 5yr iShares 27 Hyield & Income

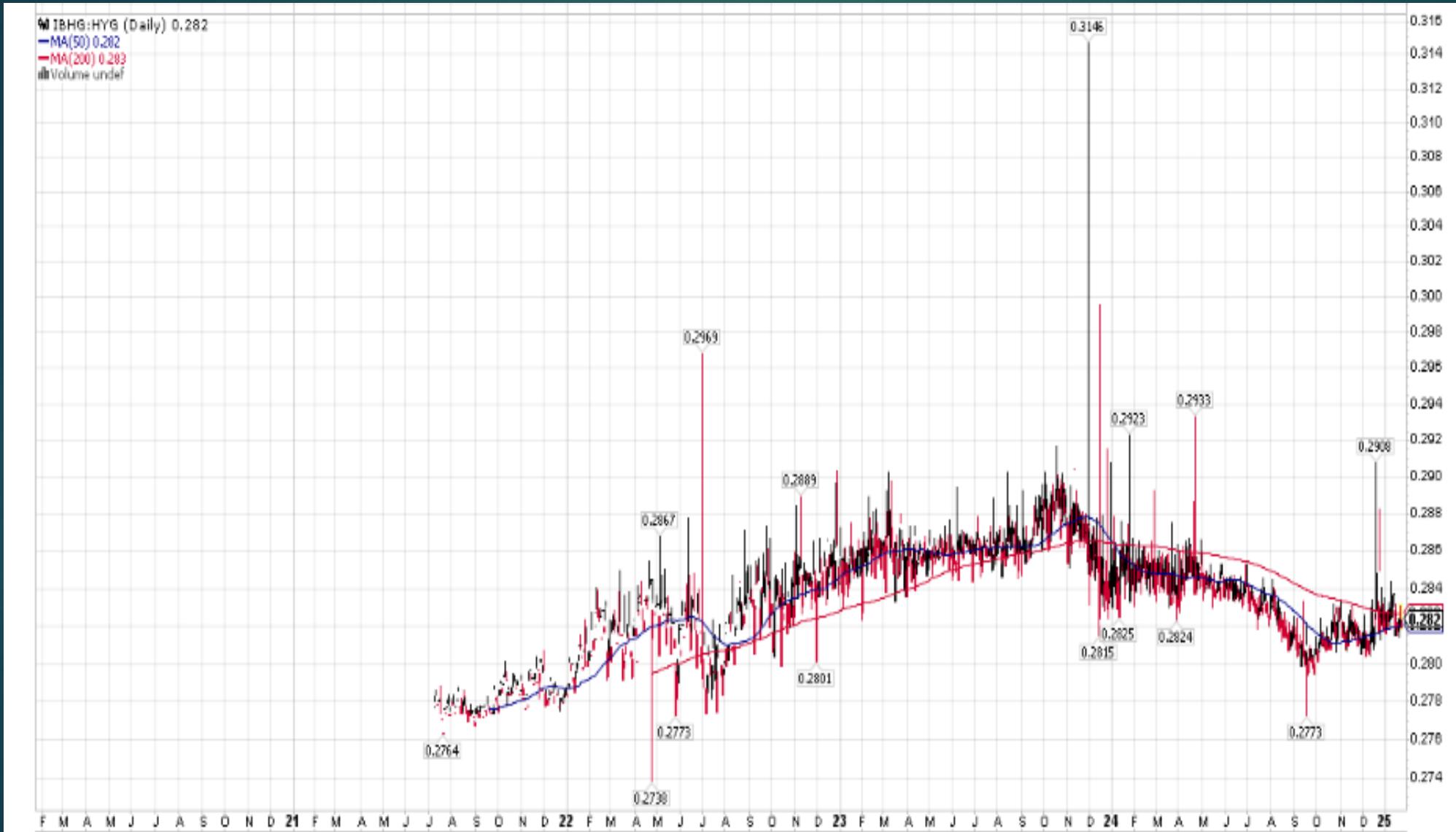
48



Date	01/25	01/24	01/23*
\$/sh	\$23	\$20	\$19
01/22			
	\$20		

### 3. Q1 NEXT STEPS – IBHG:HYG Check 5yr

49



Date	01/25	01/24	01/23*
\$/sh	\$23	\$20	\$19
01/22			
	\$20		

Source: OptionsPlay.com, StockCharts.com,  
January of 2022, 2023, 2024, 2025

01-22-25 vB