



SILVER & GOLD

Diversified Portfolio Adjustments



Conservative

- No trades to report
- Stock exposure 27%
- Benchmark stock exposure is 30%

Moderate

- Maintaining same stock exposure
 - Sold 2.5% position in SLV (silver) and invested proceeds into GLD (gold).
- Stock exposure 58.5%
- Benchmark stock exposure is 60%

Aggressive

- Maintaining same stock exposure
 - Sold 2.5% position in SLV (silver) and invested proceeds into GLD (gold).
- Stock exposure 85.5%
- Benchmark stock exposure is 85%

Switching Precious Metal Exposure?

We recently liquidated your position in SLV (silver exposure) and invested the proceeds into GLD (gold exposure). We purchased SLV about 1-2 years ago when the US Government's printing press was working overtime. "Helicopter money" usually leads to higher inflation levels, which leads to higher precious metal prices.

The profit on SLV is about 38% (your actual performance may be higher or lower for a variety of reasons). This year SLV is up over 6%. Precious metals are considered a "safe haven" during crisis, which is why it is up so much this year (when stock indices, like S&P500, are down year-to-date). If the Russia/Ukraine crisis continues, then precious metals should continue to perform well. When the crisis ends, precious metals will likely fall. **SLV is about 2-3 times more volatile than GLD and we don't want to give back our profit when**

the crisis ends, which is why we made this switch. SLV was only held in Moderate and Aggressive risk models.

-SCM Investment Committee