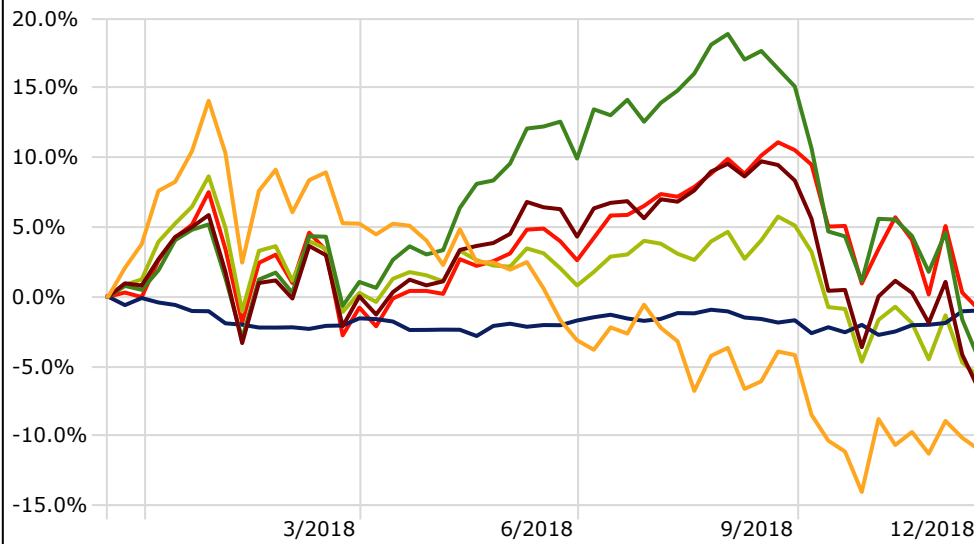




December 17, 2018

1 Year Market Returns

Time Period: 12/16/2017 to 12/15/2018



— S&P 500 TR USD — S&P MidCap 400 TR — S&P SmallCap 600 TR USD
— MSCI EM NR USD — BBgBarc US Agg Bond TR USD — MSCI ACWI NR USD

Trailing Returns

As of Date: 12/15/2018

| | 1 Week | 1 Month | 3 Month | 6 Month | 1 Year |
|----------------------------|--------|---------|---------|---------|--------|
| BBgBarc US Agg Bond TR USD | 0.06 | 1.36 | 0.62 | 1.07 | -0.99 |
| S&P 500 TR USD | -1.22 | -4.60 | -10.06 | -5.55 | -0.93 |
| S&P MidCap 400 TR | -2.63 | -6.82 | -14.96 | -12.32 | -6.69 |
| S&P SmallCap 600 TR USD | -2.92 | -8.23 | -18.85 | -14.93 | -4.52 |
| MSCI ACWI NR USD | -1.11 | -3.67 | -9.46 | -8.64 | -5.78 |
| MSCI EM NR USD | -0.95 | -0.86 | -5.24 | -11.52 | -11.00 |

Market Commentary

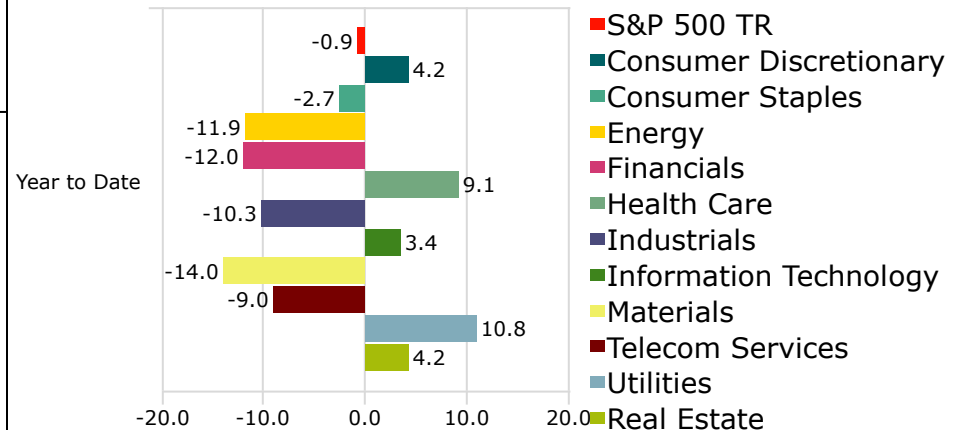
Equity markets were choppy last week due to concerns over global growth and some progress on trade negotiations. Overall, the S&P 500 finished the week down -1.22% and stands in negative territory for the year. Regions outside the U.S. held up slightly better, with the MSCI EAFE NR Index down -0.89% and MSCI EM NR Index down -0.95%. Communications Services and Technology were among the leading sectors, pushing the growth style ahead of value.

Fixed income markets were relatively stable with corporate bonds and dollar denominated emerging market debt leading the way. The 10 Year U.S. Treasury finished the week slightly higher at 2.89%. All eyes will be on the Federal Reserve this week, as they are expected to raise interest rates by a quarter point.

Economic data in the U.S. remains on track with Industrial Production and Retail Sales beating expectations. Inflation remains benign, with Core CPI meeting expectations of 2.2%. The Federal Reserve Bank of Atlanta Q4 GDP forecast now stands at 3%, indicating no signs of recession.

Due to the holiday, there will be no Manager's Pulse next week. On behalf of everyone at The Pacific Financial Group, we would like to wish you Happy Holidays and a wonderful New Year!

Year to Date S&P Sector Returns





Managed Strategist

These models hold at least a 50% allocation to Meeder's Balanced strategy, which uses a multi-asset approach to pursue long-term growth of capital and current income. It typically has a maximum exposure of 70% to equity securities and a minimum exposure of 30% to fixed income securities, and shifts the allocation depending on Meeder's assessment of the risk-reward relationship of the stock market.

Moderate Conservative featuring Meeder

Approximately half of this model is allocated to Meeder's Balanced strategy. Other strategists used in this model include: PIMCO and BNY. The current allocation offers a blend of approximately 36% domestic equity, 3% international equity exposure and 61% fixed income. Relative to the benchmark, the Morningstar Moderate Conservative Target Risk Index, an overweight to domestic equities relative to international equities and a slight overweight to the Healthcare sector has contributed to performance this year.

Moderate featuring Meeder

Approximately 55% of this model is allocated to Meeder's Balanced strategy. Other strategists used in this model include: TPGF, PIMCO, and BNY. The current allocation offers a blend of approximately 50% domestic equity, 10% international equity exposure and 40% fixed income. Relative to the benchmark, the Morningstar Moderate Target Risk Index, an overweight to domestic equities relative to international equities and a slight overweight to the Healthcare sector has contributed to performance this year.

Moderate Aggressive featuring Meeder

Approximately half of this model is allocated to Meeder's Balanced strategy. Other strategists used in this model include: TPGF, Ivy, and Wilshire. The current allocation offers a blend of approximately 16% fixed income, 71% domestic equity, and 13% international equity exposure. Relative to the benchmark, the Morningstar Moderate Aggressive Target Risk Index, an overweight to domestic equities, with a preference for large caps, relative to international equities and a slight overweight to the Healthcare sector has contributed to performance this year.

Separately Managed Accounts

Income

A flattening yield curve and the Federal Reserve remain in the headlines for fixed income investors. Short term rates, such as 1 and 2 month T-Bills moved higher last week, while the remaining maturities were range bound. Preferred securities led performance in the portfolio, while income producing equity exposure and floating rate bank loans detracted.

Balanced

Stocks remain volatile due to global growth concerns, while bonds remain under pressure due to rate hikes. A defensive equity position and a large cap growth holding held up well in the volatility last week. Fixed income holdings were mixed as preferred securities outperformed and MBS exposure detracted.

Equity

Concerns over global growth outweighed solid U.S. economic data as the S&P 500 fell -1.22% last week. Utilities and Technology were among the leaders, while Financials and Energy lagged. Large cap growth and Technology holdings led performance, while mid and small caps detracted. Despite the recent volatility, we remain optimistic for equities as valuations have gotten more attractive and economic growth remains on-trend.

Economic Data *

- CPI/PPI rose 2.2% y/y / 2.5% y/y
- Retail Sales rose 0.2% m/m
- Industrial production rose 0.6% m/m
- Flash mfg. PMI at 53.9

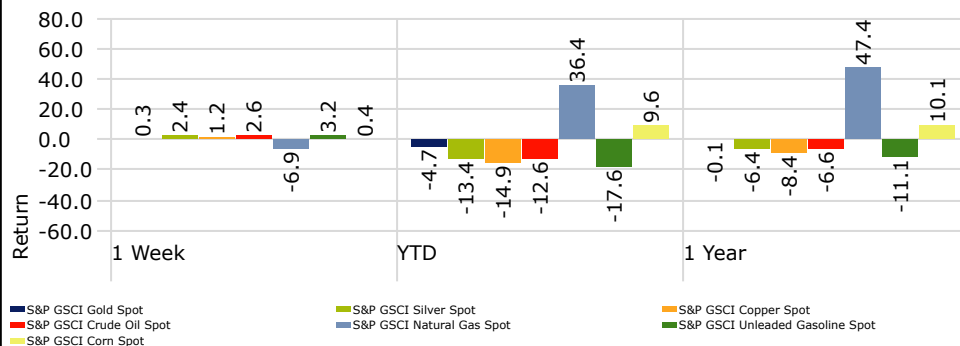
Managers Spotlight - Meeder Investment Management

Meeder Investment Management is an investment firm that supports financial advisors working to grow and protect client wealth. Over 40 years of responding to the needs of financial advisors and institutional investors, we have grown to manage, advise, and administer more than \$13 billion in assets (as of 9/30/18). We specialize in customized investment solutions that incorporate our proprietary multi-discipline/multi-factor approach to investing.

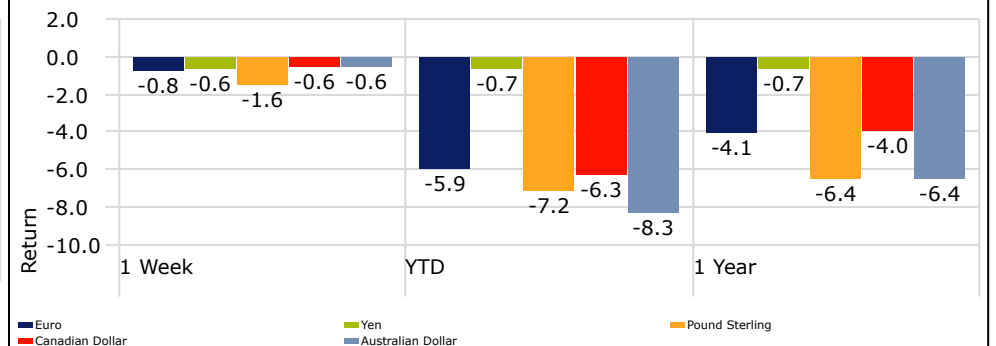
Treasury Yields

| | 3 Month Treasury | 2 Year Treasury | 5 Year Treasury | 10 Year Treasury | 30 Year Treasury |
|------------|------------------|-----------------|-----------------|------------------|------------------|
| 12/14/2018 | 2.42% | 2.73% | 2.73% | 2.89% | 3.14% |

Select Commodity Returns



Select Currency Returns vs. US Dollar





Weekly Manager's Pulse

December 17, 2018

Disclosure

The information provided herein is the opinion of The Pacific Financial Group ("TPFG") and may change without notice at the discretion of TPFG. Managed Strategist, SMA, Retirement and Annuity, are strategies managed by TPFG and represent TPFG's opinion and evaluation of its managed strategies. Manager Spotlight represents a summary of selected strategist used within the TPFG offerings. Market Commentary reflects TPFG's opinion of the general markets which may include one or more specific segments of national or global markets. Given that market conditions can change rapidly, the opinions, conclusions and/or observations expressed in the Market Commentary may change without notice. All information is believed to be accurate but has not been independently verified and TPFG makes no warranties as to the accuracy of the information or any representations made or implied. The information should not be construed or interpreted as an offer or solicitation to purchase or sell a financial instrument or service. The information is for informational purposes only and should not be relied on or deemed the provision of tax, legal, accounting or investment advice. Past performance is not a guarantee future results. All investments contain risks to include the total loss of invested principal. Diversification does not protect against the risk of loss. Investors should review all offering documents and disclosures and should consult their tax, legal or financial professional before investing.

Indices represent the broader market as relevant to the sector or market covered by the index. Indices are unmanaged and cannot be invested in directly. Indices do not consider the costs, fees, trading, or performance that an investor would otherwise experience when investing. **Currency Returns** represent the noted currency against the U.S. Dollar as a percent change to purchase a unit of the foreign currency with a U.S. Dollar. **Treasury Yield** is the return on investment, expressed as a percentage, on the U.S. government's debt obligations. Returns are not annualized for periods less than 1 year. Returns data sourced from Morningstar Direct.

*Sourced from JPMorgan Chase, publicly available at <https://am.jpmorgan.com/us/en/asset-management/qim/adv/insights/weekly-market-recap>