

TPFG Manager Commentary:

Global equities fell last week due to escalating trade tensions. The S&P 500 dropped -3.07%, while the MSCI EAFE and MSCI Emerging Markets indexes fell -2.64% and -4.24%, respectively. President Trump proposed a 10% tariff on \$300 billion of Chinese imports, which could affect direct consumer goods instead of intermediate goods. The Federal Reserve cut rates by 0.25%, and 10-year Treasury yields dropped to their lowest level since 2016. In contrast, second quarter earnings season has been better than expected, with roughly three-quarters of reporting companies beating estimates.



Economic Review*

- FOMC lowered rates by 0.25%
- PCE at 1.4% year over year
- Core at PCE 1.6% year over year
- Unemployment at 3.7%
- Markit manufacturing PMI at 50.4
- ISM manufacturing PMI at 51.2

Strategic Partner: BNY Mellon

The BNY Investment Strategy & Solutions Group (ISSG) designs, develops and manages asset allocation strategies to help clients achieve their specific investment objectives. ISSG combines a multi-faceted approach to risk with a forward-looking, long term perspective on economics and markets to identify opportunities while harnessing the broad and deep expertise of a global network of specialized investment affiliates to deliver sophisticated investment solutions.

Spotlight: RiskPro® PFG 0-15 Fund (PFADX)



The Fund is a dynamic, diversified multi-asset, fund of funds portfolio. The Fund attempts to minimize drawdown while delivering some modest capital appreciation and staying within the RiskPro Tolerance Range (a proprietary, volatility-based measure) of 0 to 15. The Fund is intended to provide an active sleeve of risk mitigation that is more economically robust, diversified, and adaptive -- when compared against a conventional bond portfolio -- through the use of inflation-hedging equities and diversifying alternatives strategies in addition to multiple fixed income strategies.

During the second quarter, the only change in position was to reduce the weight in inflation-sensitive equities. BNY maintains a preference for credit over equities. The portfolio benefited from an overweight to credit as spreads compressed over the course of the second quarter. Despite an underweight to inflation sensitive assets, the exposure to global natural resources equities detracted from performance due to the lack of inflationary pressures.

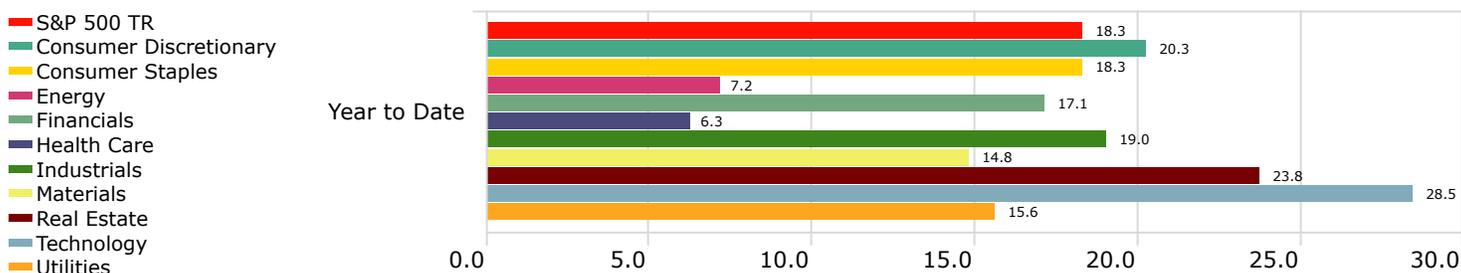
BNY Mellon is available in these models:

- Managed Models: Conservative, Moderate Conservative, Moderate
- Managed – Focused: Conservative
- Managed featuring Meeder: Moderate Conservative, Moderate
- Managed featuring TPF: Moderate Conservative

Trailing Returns

	1 Week	1 Month	3 Month	1 Year
S&P 500 TR USD	-3.07	-1.24	1.02	5.83
S&P MidCap 400 TR	-3.43	-1.53	-1.52	-2.40
S&P SmallCap 600 TR USD	-2.51	-1.01	-2.82	-9.99
MSCI ACWI NR USD	-3.10	-2.50	-0.68	1.45
MSCI EM NR USD	-4.24	-5.27	-5.77	-3.55
BBgBarc US Agg Bond TR USD	0.98	0.81	4.26	9.00

YTD S&P Sector Returns





Weekly Manager's Pulse

August 5, 2019

Disclosure

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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. 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/gim/adv/insights/weekly-market-recap>

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