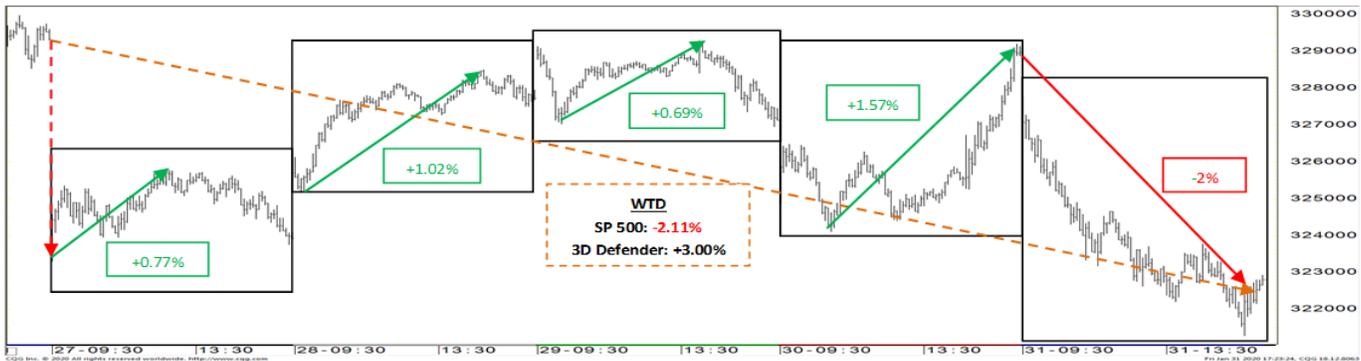




3D Defender Program (Short-bias S&P 500)

S&P 500: January 27-31, 2020



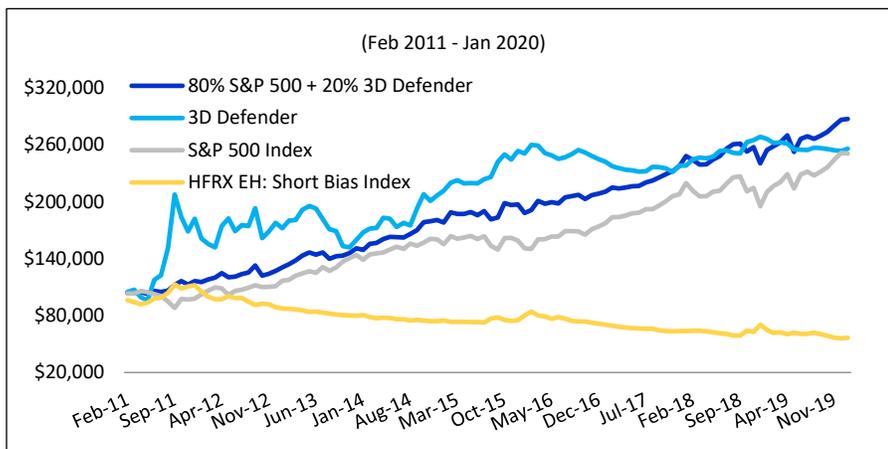
The S&P 500's 13 week streak of consecutive new all-time highs ended this week. This was preceded by the market's first down week of 2020 last week, a new yearly high in the VIX last week and glaring warning signs and descents in Crude, Copper and EURJPY earlier this month (see last week's 3D Defender update for charts). As a reminder the S&P 500 settlement price last week was also confirmation that the S&P 500 up trend was no longer intact.

The S&P 500 started this week by opening -1.7% lower (see red dashed arrow). Consistent with the last 4 months, buyers came in and bought the dip. The market got back to unchanged on the week before giving it all back on Friday. The price action this week reminded me of October 4, 5, 8 and 9 of 2018 when the market rallied over +0.50% off its low on 4 consecutive days before collapsing on Oct 10th 2018. This week the market rallied over +0.65% off its low on 4 consecutive days January 27, 28, 29 and 30 (see green arrows) before dropping -2% on Friday.

The S&P 500 finished the week -2.11%. 3D Defender was short multiple times throughout the week and finished the week +0.75% (100% funded and gross of fees).

The S&P 500 finished January -0.22%. 3D Defender finished January +0.56% (100% funded and gross of fees). This is the market's 7th down month in the last 2 years. 3D Defender has been profitable in 86% of those months (6 of 7) and outperformed the S&P 500 in 100% of those months. This is slightly better than our live 9-year track record of 71% and 91% respectively. Did you also know that during this historic bull market the S&P 500 has been down 41 months? That's over three cumulative years of negative returns and opportunities to profit from stock market weakness! If you are not taking advantage of the downside you are giving up upside.

3D DEFENDER 9-YEAR ANNIVERSARY (as of Jan 2020)



(3D Defender in this line graph is 25% Funded, net of fees, and does not included interest income.)

Short bias equity strategies are not expected to do well in a bull market as evidenced by the HFRX Short Bias Index in the chart (yellow line). With this in mind, it is with great pride that I can say our 3D Defender Program has profitably shorted the longest bull market in history and slightly outperformed the S&P 500. After spending 15 years working for two multibillion dollar hedge funds I knew I could identify and profit from daily weakness in the S&P 500. Knowing this I couldn't just sit there and watch the long-only part of my personal stock portfolio get run over. That is why I embarked on the creation of 3D Capital in 2008 and launched our 3D Defender Program in 2011. We help stock market investors profit from declines in the S&P 500 one day at a time because days make up weeks, weeks make up months, and months make up years.

3D Defender fiercely defends and protects long only stock market investors every day. Our logo reflects this: Bull plus Shield. 3D Defender is our solution to the problem all stock market investors have in that they are guaranteed to lose money when the stock market declines. We manage equity market risk every day because every day matters. The correlation between 3D Defender and the S&P 500 is -0.39 and the combination of the two is compelling. This is why I like to say if you are a stock market investor you are better with 3D than without.

The 3D team has nearly 100 years of combined experience researching, developing and managing stock market risk mitigating strategies. Our expertise is to profit from stock market volatility and declines in the S&P 500. This is why we exist. We all know you don't win a game on game day. It comes in the preparation. Please visit our website www.3dcapitalmanagement.com, call us, or email us so we can help you prepare and win! You are also welcome to forward this email.

Thank you for your participation and interest in 3D Defender. I hope you enjoy your weekend.

**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.
THERE IS NO ASSURANCE OUR PROGRAMS WILL ACHIEVE THEIR OBJECTIVES OR AVOID LOSSES.
3D PERFORMANCE IN CHARTS IS BASED ON A 25% FUNDED ACCOUNT.**