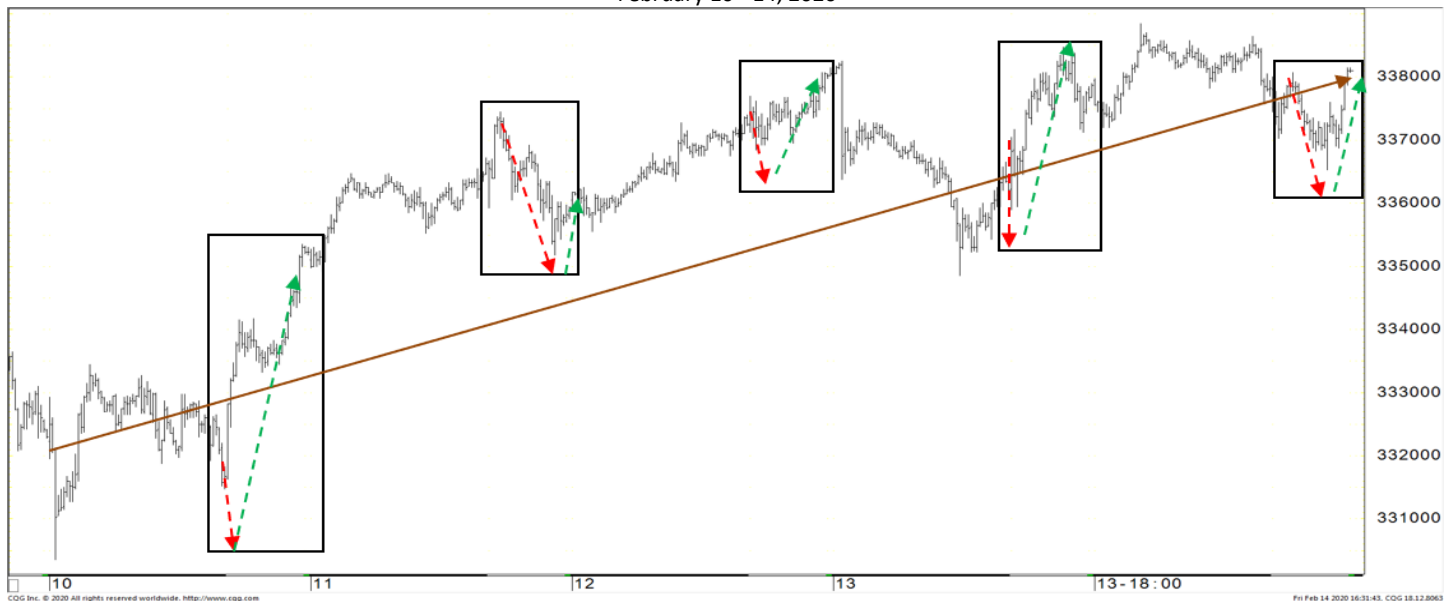




3D Defender Program (Short-bias S&P 500)

S&P 500:
February 10 - 14, 2020



Another week and another new all-time high for the S&P 500. It didn't start that way as the market opened lower Sunday night and dropped over -0.60% before rallying +1.5% off its overnight low and finishing Monday up 1% on the day. I've included all hours in this week's charts so that you can clearly see those buying dips were present intraday and overnight this week. More specifically the average rally off the intraday low this week was +0.60% (see red and green arrows in chart), and the market moved higher from open to close in 4 of the 5 days this week.

The S&P 500 has been on a historic run:

- It's made new all-time highs in 8 of the last 10 trading sessions,
- Closed this week at a new all time closing weekly high,
- Has gone 6 months without a 5% pullback from its high,
- Has rallied 46% in just over 13 months, and
- Is up over 400% in the last 11 years.

The rally has been especially remarkable given what the stock market has overcome along the way. Some recent things that come to mind are:

- Inverted yield curve, Trade war, Impeachment trial, Corona Virus, Geopolitical risk, i.e. Iran and North Korea, and Historical high readings in the Warren Buffet Indicator, Fear Greed Index and Put Call Ratio saying the market is overvalued or vulnerable to the downside.

As a reminder, 3D Defender is a volatility based, short biased S&P 500 Program (not options). It is designed to thrive in volatility and survive (i.e. tread water) in low volatility. Its objective is to consistently profit and outperform the S&P 500 when the S&P 500 is down on the month and to stand aside when it rallies, i.e. to protect you when you need it not when you don't.

This week the S&P 500 finished the week up +1.67%. This corresponded with a -12% decline in the VIX (volatility index) this week. 3D Defender was short multiple times throughout the week and covered the shorts when the market retraced too far off its low. 3D Defender finished the week -0.76% (25% funded and gross of fees). The S&P 500 is now up +4.64% YTD and 3D Defender is +1.52% YTD (25% funded and gross of fees).

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

**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.
THERE IS NO ASSURANCE OUR PROGRAMS WILL ACHIEVE THEIR OBJECTIVES OR AVOID LOSSES.**