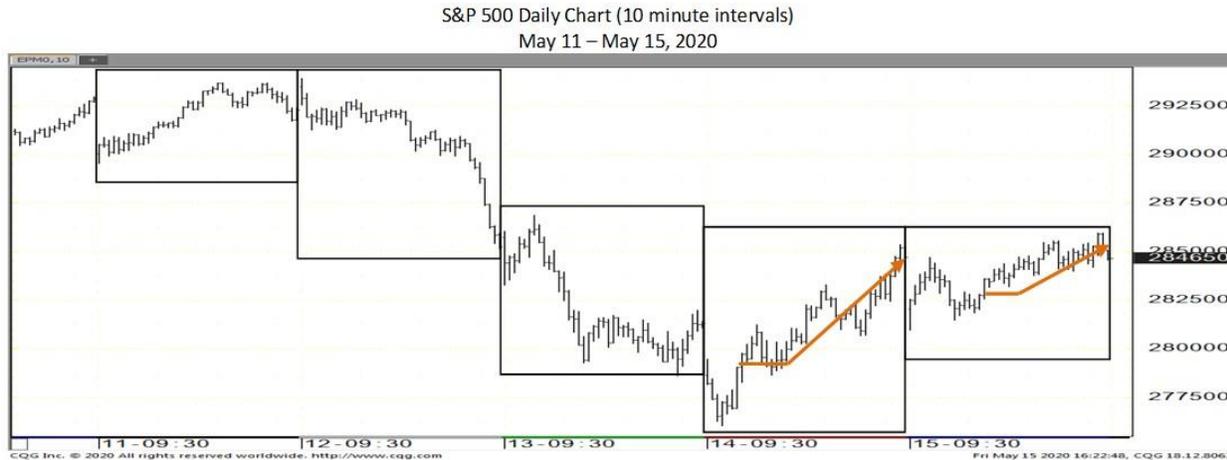


3D Defender Program (Intraday short-bias S&P 500)



Just like last week the S&P 500 started the week by opening lower on Monday. Weakness was met with strength and the market rallied +1.5% off its intraday low on Monday. This set the tone for the week as the average rally off the intraday low this week was +1.6%.

As mentioned in last week’s update there were clues that the S&P 500 was vulnerable this week. The S&P 500 finished this week -2.3%. Most of the losses were overnight and were distributed as follows: Overnight -1.8% and Intraday -0.5%.

As a reminder our 3D Defender Program’s investment objective is to consistently profit and outperform the S&P 500 when the S&P 500 is down on the month. This week we outperformed the S&P 500 by approximately +2% as our 3D Defender program finished the week -0.32% (25% funded and gross of fees). 3D Defender was short multiple times throughout the week and covered the positions when the market retraced too far off its low.

This Thursday and Friday are textbook examples of the importance of managing risk with stringent risk controls and how 3D Defender has successfully shorted the longest bull market and fastest bear market in history.

As you can see from the charts and arrows above, the S&P 500 closed substantially higher than where 3D Defender exited its short positions on Thursday and Friday. This is how the system has been built, i.e. to protect you when you need it not when you don’t. These enhanced risk parameters have been in place since November 2013 and can be seen in our live 6 plus year track record below. I have included the S&P 500 and a combination example so you can see the impact of combining defense with your long only offense.

Actual Results (November 2013 - April 2020)



11/2013 – 4/2020	3D Defender	20% 3D Defender + 80% S&P 500	S&P 500
Total Return	100.6%	84.9%	65.8%
Annualized ROR	11.3%	9.9%	8.1%
Max Drawdown (Max DD)	-13.8%	-16.1%	-20.0%
Annualized Standard Deviation	18.2%	10.8%	13.5%
Sharpe Ratio (0%) Annualized	0.85	0.93	0.64
Correlation to S&P 500	-0.18	0.94	1.00

The market’s multi-day low and subsequent breakout to the upside on Thursday says the S&P 500 can continue higher (need confirmation).

If you have any questions about our 3D Defender program we welcome a call.

Best wishes and health to you and your families.

Have a nice weekend.