
The Fab Four Final Presentation

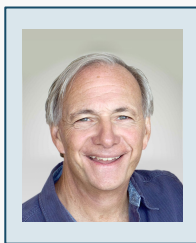
Sophia Dowie, Maddie Grant, Skyla Setzler, and Meg Travis

Sector Rotation



Top-Down

Looks at certain macroeconomic factors to determine which sectors to invest in

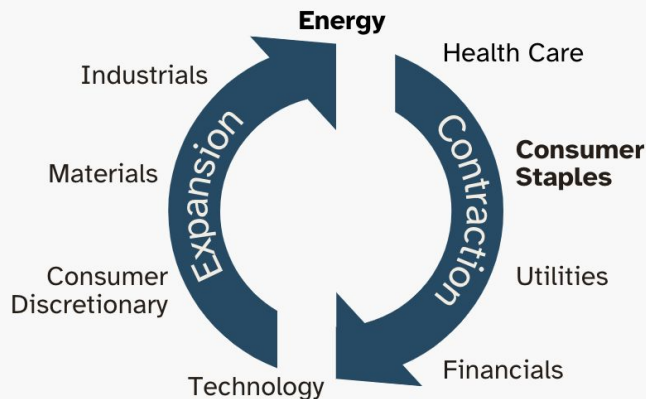


Important Figures

Warren Buffett, Ray Dalio, and John Paulson.

Follows Economic Cycle

Invests in certain sectors in anticipation of the economic cycle



Passive Management

Trade infrequently; No need to identify mispriced securities

Low Risk

The beta of our portfolio is .42 which somewhat aligns with our group's risk tolerance

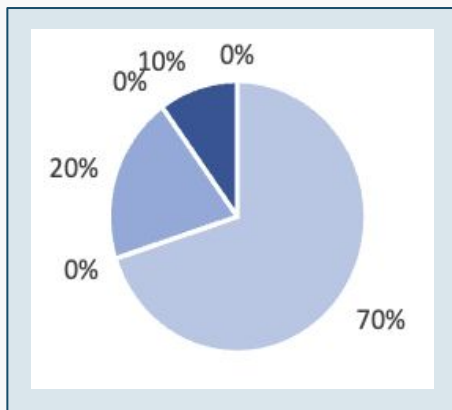
Sector ETFs

Relies on diversified exchange traded funds to mitigate risk and to select individual securities for us

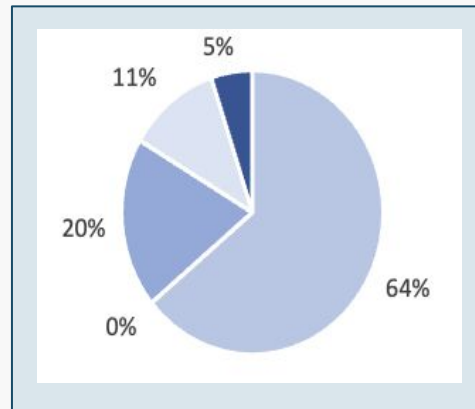
Security Selection

Consumer staples and energy ETFs; Gold commodity; and Corporate bond

Target Asset Allocation



Actual Asset Allocation



US Equity



Fixed Income

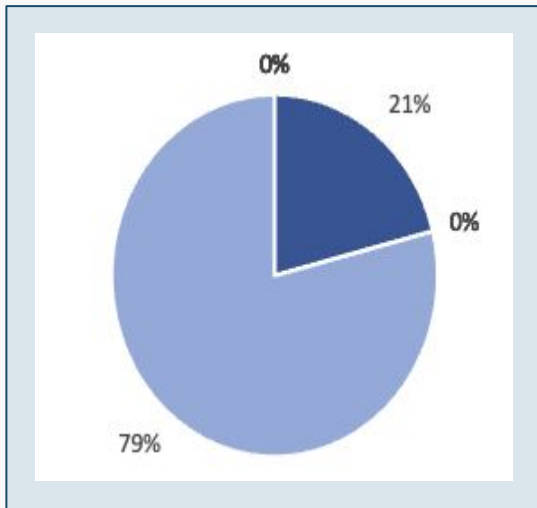


Commodity



Cash

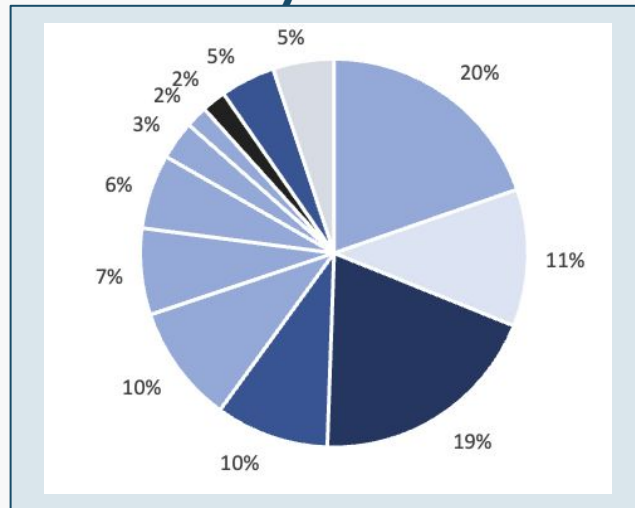
Sector Allocation



Consumer Staples

Energy

Security Allocation



VDC, PBJ, PG, CL, KMB, KVUE, EL

VDE, IEZ

Market trends

Little effect in our decisions since we chose securities that aren't too volatile with the market

Macroeconomic Factors

We did keep an eye on shifting economic factors that would indicate a change in our sectors

Sources we used:

- **Investopedia:** To learn more about the economic cycle and which sectors perform better
- **Yahoo Finance:** To look at the condition of the overall market and identify the beta of certain securities
- **Forbes:** To keep up with market trends and changing economic factors
- **US Treasury:** To analyze the yield curve and how it affects the market
- **Other news/gov. sites:** To identify macroeconomic factors

Key Metrics

Beta

.416

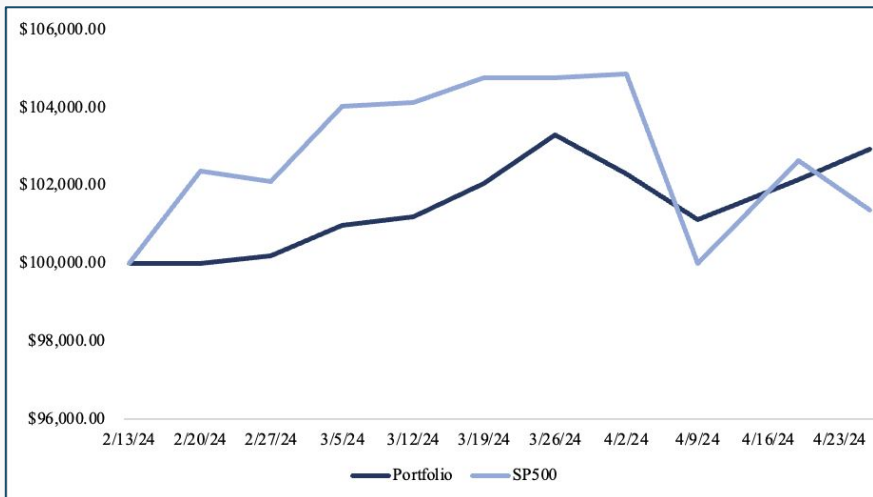
Total Return

2.93%

Avg. Weekly
Return

.3%

Portfolio Return vs. SP500



Standard Deviation

.8% vs SP500 2.1%

Kurtosis

-.282 vs SP500 2.550

Skewness

-.9 vs SP500 -1.242

Sharpe Ratio

25.2% vs SP500 3.2%

Best and Worst Assets

Best



SPDR Gold Shares
Total Gain = \$1,099.80



**Pseudo-Household &
Personal Products ETF**
Total Gain = \$801.30

Worst



VDC Consumer Staples ETF
Total Loss = -\$530.00



VDE Energy ETF
Total Loss = -\$496.16

1

**Avoid Early
Mistakes**

2

Riskier Assets

3

Behavioral Biases

4

**Hesitation with
Trading**





Thank you!
Do you have any
questions?

