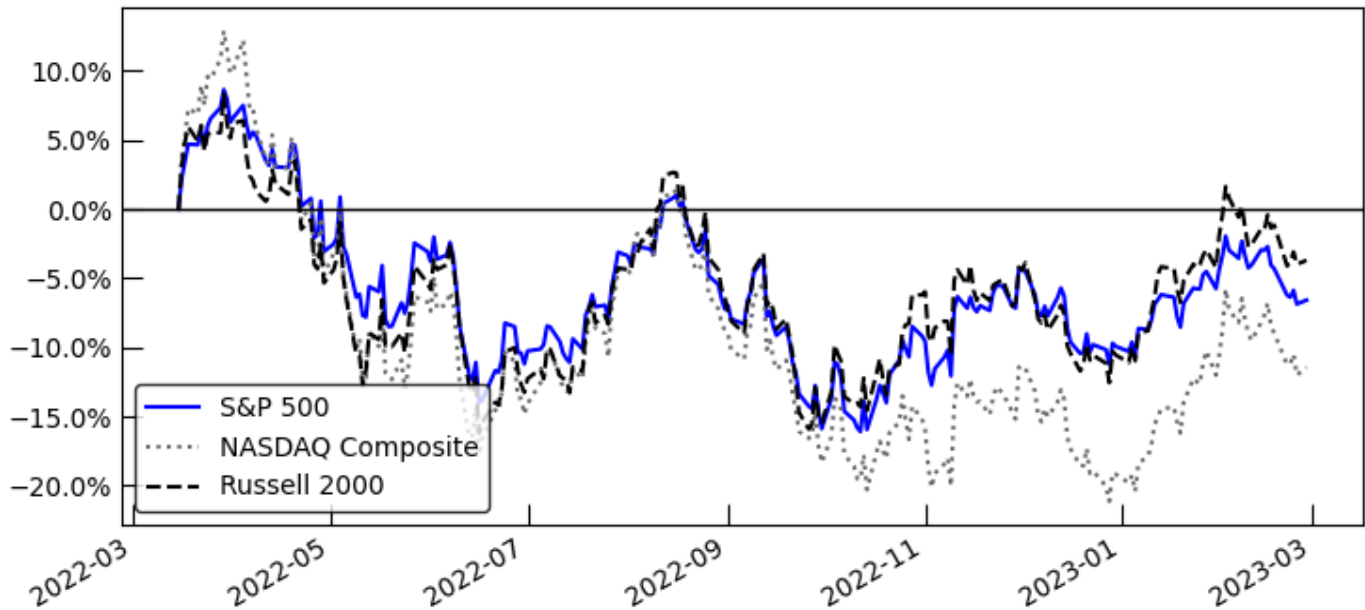


# US Business Cycle Report

For the Month of February 2023

US Equity Indices Trailing 12 Month Cumulative Returns



Source: Yahoo Finance, as of 2023-02-28

## Monthly Summary

### Business Cycle Phase

Early Expansion

Late Expansion

Early Contraction

Late Contraction

### Target Asset Allocation

Target Sectors: UT, EN, HC

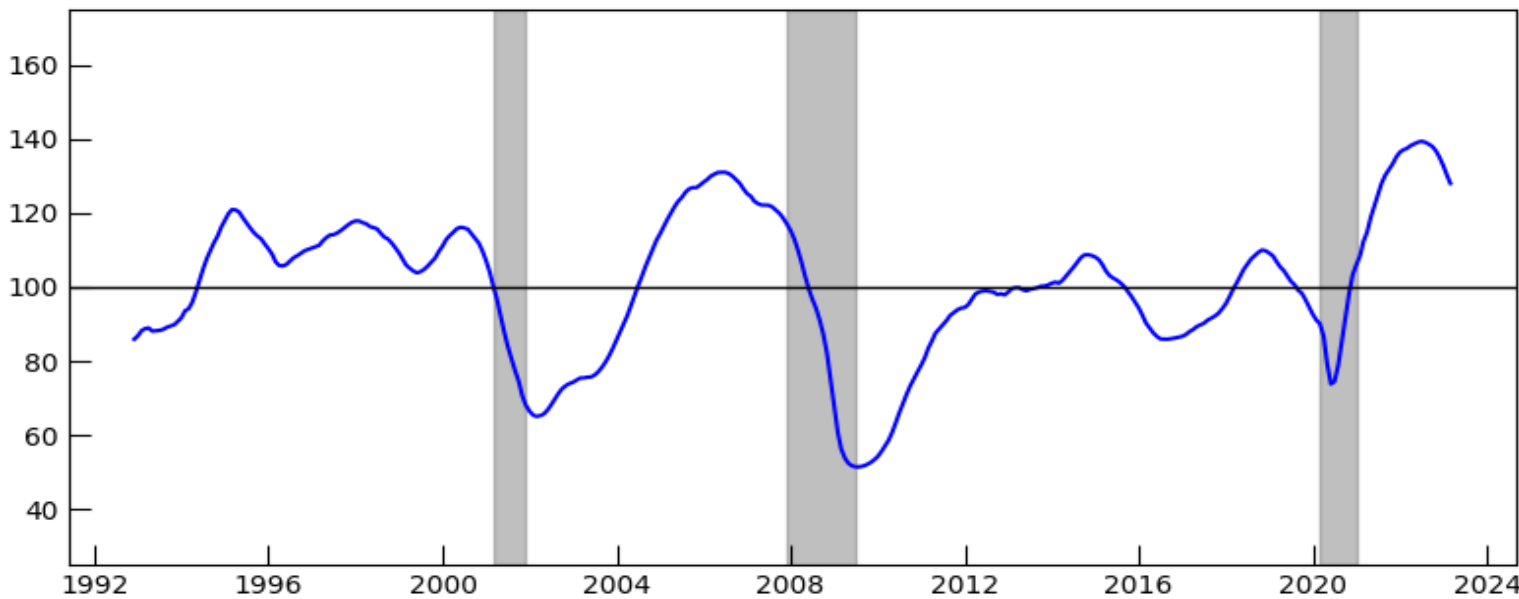
Target Sectors: MA, UT, EN

Target Sectors: HC, CD, MA

Target Sectors: CD, HC, ID

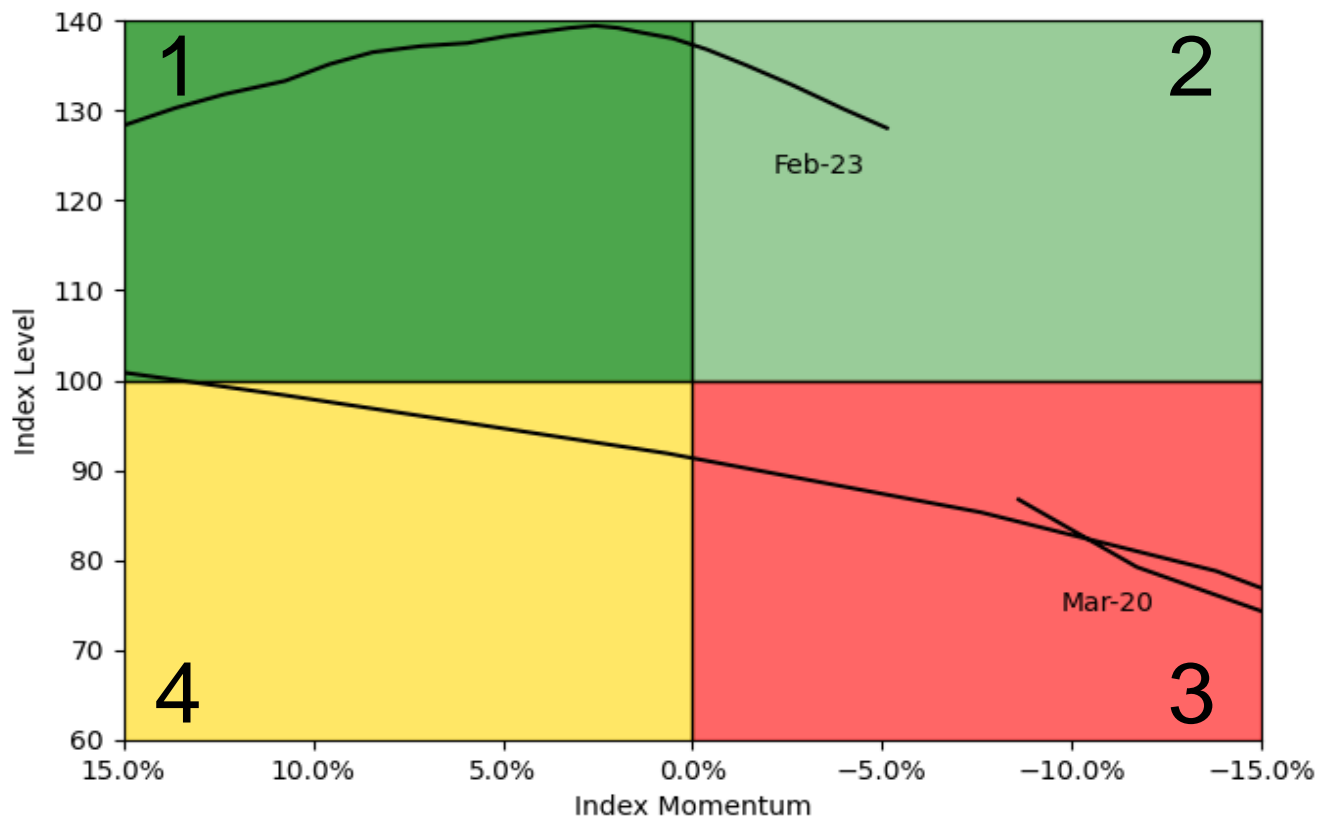
# Composite Business Cycle Indicator

## Composite Business Cycle Indicator



Note: Shaded areas represent US recessions as indicated by NBER.  
Reading greater than 100 indicates expansion, less than 100 indicates contraction.

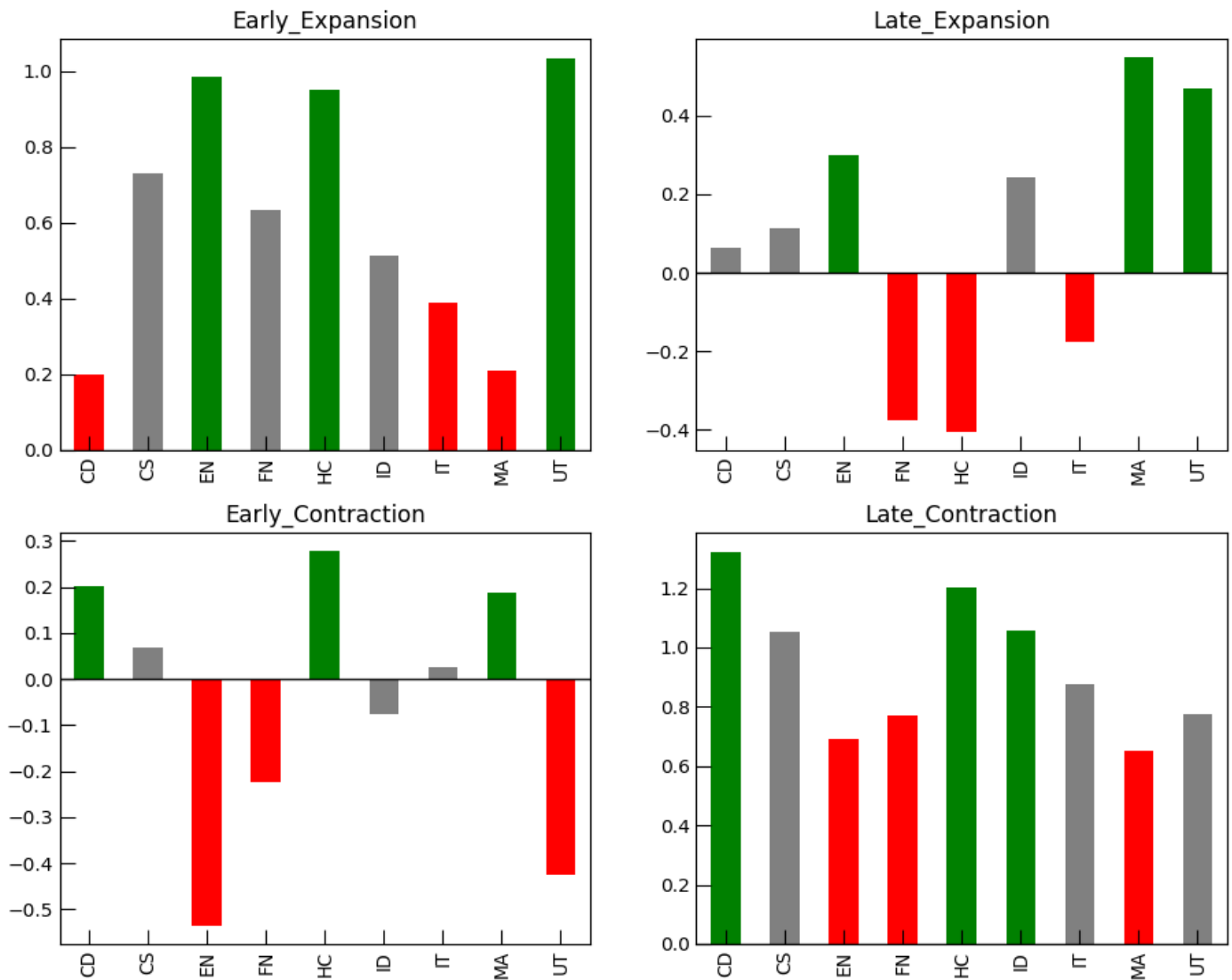
## Business Cycle Compass



Note: Momentum calculated as 25% 6M Change, 75% 3M Average less 12M Average.  
1 = Early Expansion, 2 = Late Expansion, 3 = Early Contraction, 4 = Late Contraction

# US Sector Rotation Strategy

## US Sectors Information Ratios by Phase of Business Cycle



Note: Green bars denote sectors with long position, red short, and grey neutral.

Sector returns based on SPDR Sector ETF returns from 1999-01-31 to 2023-02-28

## Sector Strategy Cumulative Returns, Risk Level 1%

