



The Scorecard

Your Personal CFO

Date: August 31, 2015

Tips From the Pro

While August's volatility didn't feel good, it may have provided an opportunity to harvest some losses and reduce your 2015 tax bill. Rebalancing into the teeth of volatility can also pay off long-term as it forces investors to buy low.

Hazards

Changing your risk tolerance in reaction to market movements
Investing to beat the market or for bragging rights rather than to achieve financial goals
Allowing one day of losses to overshadow six years of gains

Front Nine: Market Update

	Annualized				
	1-Month	1-Year	3-Year	5-Year	10-Year
Barclays US Aggregate	-0.14%	1.56%	1.53%	2.98%	4.46%
Barclays US Municipal	0.20%	2.52%	2.83%	3.96%	4.49%
Barclays US TIPS	-0.76%	-2.73%	-1.47%	2.79%	4.06%
S&P 500	-6.03%	0.48%	14.31%	15.87%	7.15%
S&P 1000	-5.46%	0.55%	15.16%	16.52%	8.50%
MSCI EAFE	-7.36%	-7.47%	8.53%	7.05%	3.96%
MSCI Emerging Markets	-9.04%	-22.95%	-2.41%	-0.92%	5.52%
Wilshire Real Estate	-5.90%	2.27%	8.48%	12.87%	6.49%
Bloomberg Commodities	-0.92%	-28.14%	-14.56%	-6.96%	-4.91%

Back Nine: Data From Your CFO

	Most Recent	Previous Month	Start of Year	YTD Change
S&P500 P/E Ratio(Fwd)	16.7	17.6	15.3	1.4
S&P500 P/E Ratio(TTM)	21.7	21.2	18.8	2.9
6 Month CD	0.12%	0.12%	0.12%	0.00%
10-Year Treasury	2.21%	2.21%	2.17%	0.04%
S&P 500 Yield	2.14%	1.98%	1.92%	0.22%
Fed Funds Rate	0-0.25%	0-0.25%	0-0.25%	0.00%
WTI Oil	\$49.20	\$46.82	\$53.45	-7.95%
Unemployment	5.30%	5.30%	5.60%	-0.30%
CPI	0.20%	0.00%	0.80%	-0.60%

At the Turn

The S&P 500's 50 day moving average fell below its 200 day moving average, signalling a 'Death Cross' chart. Despite the ominous name, the S&P 500 has actually gained an average of 4% during the 12 months following a Death Cross.

19th Hole: Cocktail Party Trivia

In 1972, the Dow dropped 40% after Chicago Cubs pitcher Milt Pappas threw a no-hitter. The next Cubs pitcher to throw a no-hitter was Carlos Zambrano in 2008. The S&P 500 promptly tumbled 30%. Perhaps the recent market turmoil can be blamed on Jake Arietta, who just threw a no-no for the Cubs on August 30th.



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Front Nine: Market Update:

Bond Returns: All returns represent total return. Bond Index: Barclays US Aggregate provided by Barclays Capital; Barclays US Municipal provided by Barclays Capital; Barclays US TIPS provided by Barclays Capital.

Equity Price Levels and Returns: All returns represent total return for state period. Equity Index: S&P 500 provided by Standard & Poor's; S&P 1000 provided by Standard & Poor's; MSCI EAFE provided by MSCI – gross official pricing; MSCI Emerging Markets provided by MSCI – gross official pricing; Wilshire Real Estate Securities Index provided by Wilshire Associates Inc; Commodity Index: Bloomberg Commodity provided by Bloomberg Professional® Service. No index mentioned on the Front Nine Report includes any trading expenses, management fees or other costs.

Back Nine: Data from your CFO:

S&P 500 P/E Ratio (Forward 12 Month) provided by S&P 500 Earnings and Estimate Report; S&P 500 P/E Ratio (Trailing Twelve Month) provided by S&P 500 Earnings and Estimate Report; 6 Month CD Rate provided by FDIC.gov; 10-Year Treasury Rate provided by Bloomberg; S&P 500 Yield provided by S&P 500 Earnings and Estimate Report; Federal Funds Rate provided by Federal Reserve Bank of New York; Price of WTI provided by Bloomberg; Unemployment Rate provided by Bureau of Labor Statistics; Consumer Price Index provided by Bureau of Labor Statistics; Certain information on the Back Nine Report are economic trends and do not necessarily reflect account or market performance.

At the Turn

Source: Michael Batnick <https://theirrelevantinvestor.wordpress.com/2015/08/31/beware-the-stories-of-the-death-cross/>

19th Hole: Cocktail Party Trivia:

Source: <http://www.zerohedge.com/news/2015-08-31/chicago-cubs-no-hitter-indicator-spells-doom-market>

All Indexes, where applicable, include the reinvestment of dividends and other earnings but do not include any trading expenses, management fees or other costs. Unless otherwise stated, all data is as of August 31, 2015 or as of most recently available. *Past performance does not guarantee future results. Diversification does not guarantee investment returns and does not eliminate the risk of loss.*

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