

Risk Paradigm Group seeks to defend capital through our ETF strategies based upon the RPg ActiveParadigm methodology. The below monthly commentary is related to the RPg Tactical ETF portfolios available as separately managed accounts.

Overview

Reminiscent of the January dip of 2014, January 2015 produced similar performance with the S&P 500 down. While volatility seems to have arrived in the markets, the past month experienced a “risk off” environment with minimal changes made to previous allocations for the portfolios. Current sector allocations for the methodology, as of the end of the month, are showing a bullish posture.

RPg Tactical US Equity

The Tactical US Equity portfolio experienced no changes at the sector position level for the month, having 8 of the 9 sectors allocated to, only Energy remains excluded from the portfolio. RPg Tactical US Equity’s January performance was largely driven by the participation in Utilities and Health Care, and the continued avoidance of Energy. Negative contributors to the portfolio’s performance were led by Technology and Financials.

RPg US Long/Short Equity

The US Long/Short Equity portfolio experienced no changes at the sector position level for the month, having 8 of 9 sectors long, and Energy remaining in an inverse position. RPg US Long/Short January performance was largely driven by the long positions in Utilities and Health Care, and the inverse position in Energy. Negative contributors to the portfolio’s monthly performance were long positions in both Technology and Financials.

RPg Global Balanced

RPg Global Balanced portfolio has targeted allocations to four asset classes: US Equity (33%), Global Fixed Income (28%), International Equity (28%), and Alternatives (11%). Below are highlights of the activity for each asset class within the portfolio for the month of January.

US Equity The sleeve had no changes within the month, having 8 of 9 sectors allocated to, with Energy remaining out of the US Equity sleeve.

Global Fixed Income The sleeve had no changes within the month, with 5 of 10 fixed income sector ETFs allocated to, remaining highly concentrated in higher quality fixed income sector ETFs.

International Equity The sleeve had no changes within the month, with 3 international sector ETFs and a 25% allocation in cash equivalents. Positive contributors in the sleeve included Asia-ex Japan and Japan sector ETFs.

Alternatives The sleeve, which had been out of the Gold sector ETF for the entire 4th quarter, was allocated back into in January. The sleeve now has the full 11% allocation to Gold and the REIT sector ETFs.

(Page One of Two)

Outlook

As a quantitative rules-based asset manager who relies on data to drive the investment decisions, we do not make market forecasts. However, the portfolio allocation does offer useful intelligence to how the methodology is interpreting current market activity. Some specific observations:

- Bullish trend for US Equities
- Energy continues its weakness
- Neutral for the International Equity sectors
- Bullish trends continue globally in high quality fixed income

By design, the allocations can change abruptly, and it is possible that some or all of the sectors now scoring positively could score negatively and be removed from the portfolio in the near future.

Commentary Disclosure

Risk Paradigm Group, LLC. d/b/a RPg Asset Management is a registered investment advisor with the U.S. Securities and Exchange Commission ("SEC"). Additional information regarding Risk Paradigm Group, LLC can be found on our website at www.rpgassetmanagement.com.

This material has been prepared solely for informative purposes and is not to be considered investment advice nor a solicitation for investment. Any projections, market outlooks, or estimates in this presentation are forward-looking statements and are based upon certain assumptions and should not be construed as indicative of actual events that will occur. Information contained in this report is as of the period indicated and is subject to change. The Information contained herein includes information obtained from sources that are believed to be reliable, but are not independently verified by RPg. It is made available on an "as is" basis without warranty.

This material is proprietary and may not be reproduced, transferred or distributed in any form without prior written permission from RPg. RPg reserves the right at any time, and without notice, to change, amend, or cease publication of the information contained herein.

Performance provided is past performance. Past performance is not indicative of future results. Investments may increase or decrease in value and are subject to a risk of loss. Investors should consult their financial advisor before investing.

"ActiveParadigm" is a quantitative methodology that is proprietary to RPg. The RPg tactical strategies ("RPg Tactical U.S. Equities", "RPg U.S. Long-Short Equities", and "RPg Global Balanced") are managed account strategies managed by RPg. No investment strategy or risk management technique can guarantee returns or eliminate risk in any market environment. All investments include a risk of loss that clients should be prepared to bear. The principal risks of the quantitative methodology and strategies are disclosed in Risk Paradigm Group's publicly available Form ADV Part 2A.

RPg may change the exposures and compositions reflected herein at any time and in any manner in response to market conditions or other factors without prior notice to investors.

References to Indexes

The S&P 500 Index is an unmanaged index of 500 stocks that is generally representative of the equity performance of larger companies in the U.S. Please note that an investor cannot invest directly into an index.

Risk Disclosures

Concentration, volatility, and other risk characteristics of a client's account also may differ from the information shown herein. There is no guarantee that any client will achieve performance similar to, or better than, the strategy mentioned herein.

Sources: Bloomberg. All rights reserved.

For more information including risks of investing in our strategies, visit our website at www.rpgassetmanagement.com

(Page Two of Two)