

A Guide to Our Investment Process

How We Manage Money

Our unique, active management strategy differs from buy-and-hold methodologies. But we don't pretend to predict the market—that would be foolish. Rather, our proprietary process is based on science and discipline. Stadion's investment strategy seeks to capture most of the market's good times and miss most of its bad times. We do this by actively managing risk through tactical asset allocation.

The Rules We Invest By

1. Invest during favorable conditions.

Technical Model

- 12 primary indicators (9 *Weight of the Evidence* and 3 Outside Trend Capturing indicators); 18 total measures of analysis
- *Weight of the Evidence* determines market risk levels—Green, Yellow, Orange, Red
- The combination of market risk and indicator data govern allocation management

2. Invest only in the leaders.

ETF Selection

- ETF Universe with 6 months minimum trading
- Selection criteria includes:
 - Beta
 - Sortino Ratio
 - Power Score
 - Trend
 - Relative Performance
 - Ulcer Index
- Invest in leading asset classes

3. Reduce exposure to manage risk.

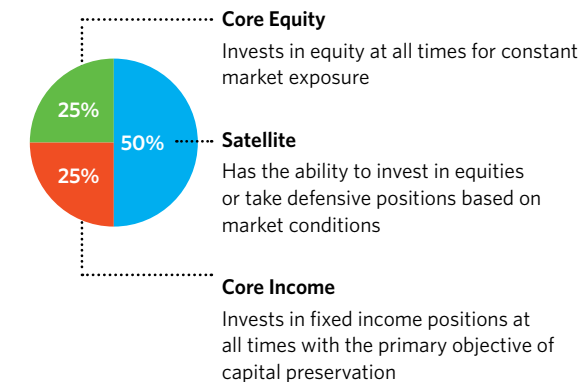
Sell Criteria

- Positions are managed individually with sell criteria based on a number of factors including:
 - Recent price action
 - Stadion's proprietary trend measure
 - The holding's relative performance
- Each of our four market risk levels have their own set of dynamic sell criteria

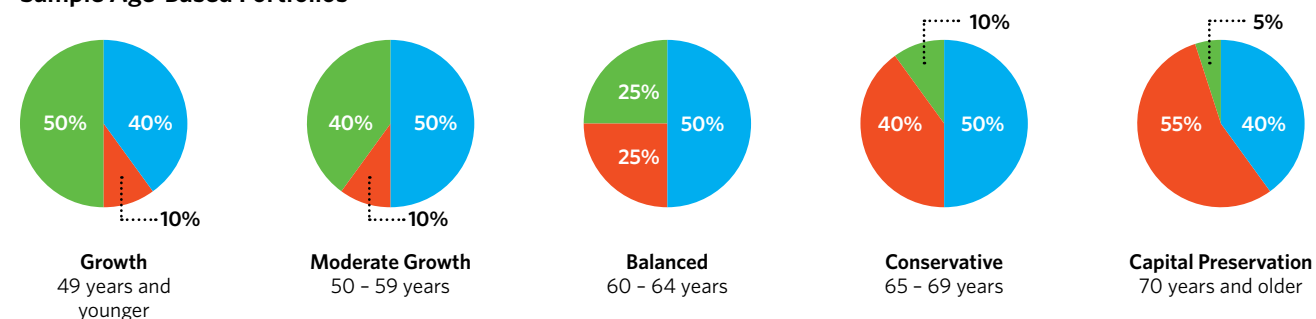
There are additional costs and potential risks associated with investing in domestic and international exchange-traded funds (ETFs). Investments in equities, including ETFs, are subject to market risks, sector risks, tracking risks, ETF net asset value and market price risks. Additionally, investors will indirectly bear fees and expenses charged by the underlying ETFs and investment companies in which a Stadion portfolio invests. International investing involves certain risks not usually associated with domestic investing, including currency fluctuation, economic and political volatility, foreign taxation and differences in financial standards.

Core-Satellite Approach

In addition to our active account management, we utilize core-satellite portfolio structures. This allows us to keep a portion of the account (the "core") strategically allocated and invested at all times. We then actively manage the remainder of the account (the "satellite") according to market conditions. When our investment decision model indicates that risk levels are high, we reduce our equity exposure. Conversely, when our model indicates risk levels are low, we increase our equity positions.

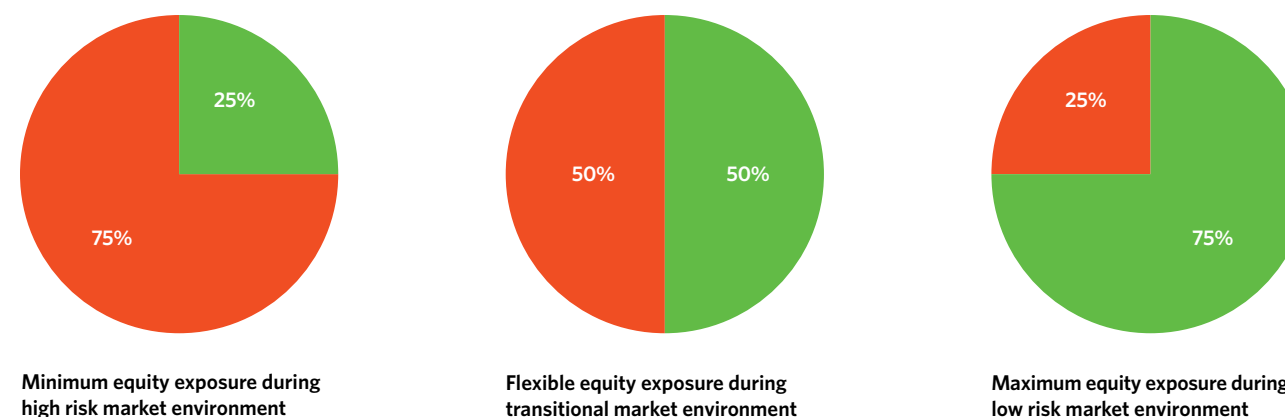


Sample Age-Based Portfolios



Sample of Balanced Portfolio Holdings

To demonstrate our actively managed approach, below are a few examples of the equity and core income holdings of the balanced portfolio during different market environments.



Stadion's Model Allocations are not intended as specific investment advice and should not be relied on for making investment decisions. Past performance does not guarantee future returns. Investments are subject to risk, and any of Stadion's investment strategies may lose money.

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