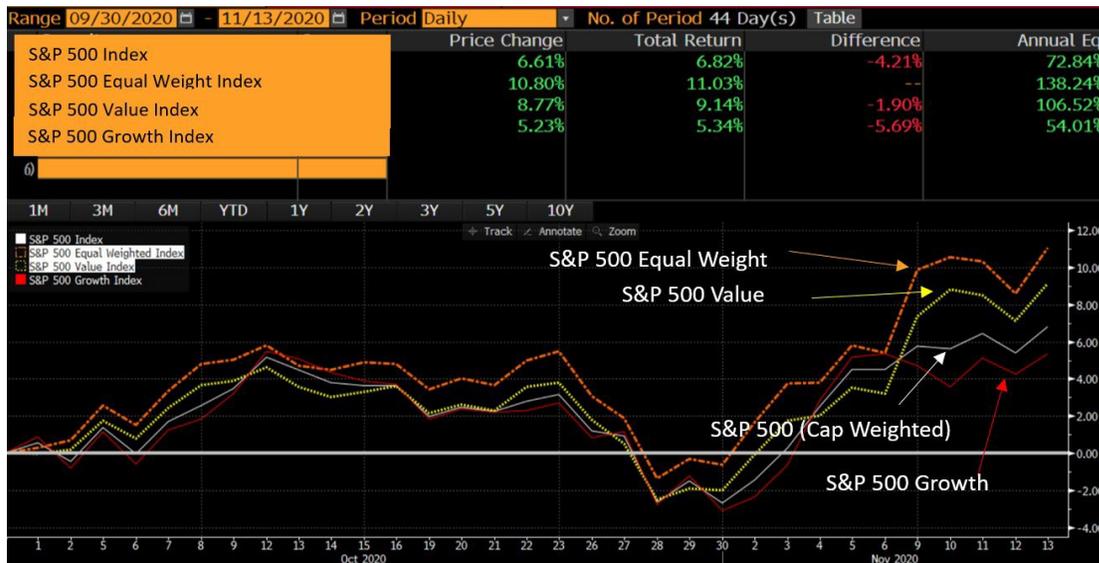


Dear Client,

Due to the reduced anxiety of uncertainty during the U.S. election and the promising results of COVID-19 vaccines from multiple pharmaceutical companies, risk assets have rallied back toward all-time highs.

More interestingly, however, is that we have seen a sharp rotation out of momentum stocks (stocks that have driven major indices such as the S&P 500 Index higher in the last several months) and into more value-oriented stocks. This rotation has resulted in equal-weighted indices and more value-oriented stocks.



Sources: Bloomberg, SFG. For illustration purposes only. An investor can not directly invest in an index.

This dynamic can be beneficial to our diversified equity positions, that have lagged this year, versus concentrated growth positions (recall that the S&P 500 Index is almost 25% allocated to only 5 stocks!) There is historical evidence that value-tilted, and equal weighted portfolios can have strong performance over time, and we position our portfolios to seek to capture that.

We continue to monitor:

- Overall direction of market factors and changes to market dynamics.
- Our portfolios and their risk exposures utilizing sophisticated quantitative tools.
- Drawdown of the portfolios respective to their ultimate limited drawdown, RiskFirst® objectives.

We understand that protection of capital during high-risk times is key to having consistent, positive, long-term investment results.

Disclosure: This piece is for informational purposes only and contains opinions of Redwood that should not be construed as facts. Information provided herein from third parties is obtained from sources believed to be reliable, but no reservation or warranty is made as to its accuracy or completeness. Charts and graphs are for illustrative purposes only. Discussion of any specific strategy is not intended to guarantee of profit or loss. Past performance is not a guarantee of future results.

Regards,

YOUR BRAND Wealth Management