Enhanced U.S. Momentum Portfolio

MarketDesk Research Model Portfolios

Monthly Report

July 1, 2021

June 2021 Recap

MarketDesk Research Enhanced U.S. Momentum

The Enhanced U.S. Momentum Portfolio was up 8.4% in June, leading the Russell 1000 Index by 585bps. The portfolio is trailing the benchmark by -0.9% YTD and outperformed its benchmark 8 out of the last 12 months.

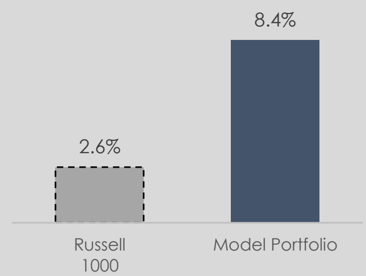
Portfolio Summary

- The portfolio outperformed 13 out of 22 trading days in June.
- 19 of the 30 holdings in the portfolio outperformed the benchmark in June.
- DocuSign, Trade Desk, and Enphase Energy were the best performers during the month rising 39.0%, 31.9%, and 28.9%, respectively.
- Nu Skin Enterprises, Amedisys, and Oshkosh were the worst performers in June returning -5.8%, -5.4%, and -5.0%, respectively.
- Technology (+16.7%) was the best performing sector for the portfolio in June with 10 of the 13 holdings leading the sector.
- Stock selection in Consumer Staples weighed down the portfolio's relative performance with SAM and NUS trailing the sector during the month.
- The quantitative Momentum model replaced 16 holdings at the start of July.

Portfolio	Holdings	Div Yield	1m Return	6m Return	1Y Return	Inception
Enhanced U.S. Momentum	**30**	**0.6%**	**8.4%**	**14.1%**	**61.4%**	**230.3%**
Russell 1000 Index	~1,000	1.2%	2.6%	15.0%	43.1%	73.1%
Relative		**-0.6%**	**+5.9%**	**-0.9%**	**+18.4%**	**+157.2%**

Table of Contents

June 2021 Performance



Strategy Overview

The *Enhanced U.S. Momentum Portfolio* is a quantitatively managed portfolio that seeks to provide exposure to companies exhibiting momentum characteristics. The model is rooted in statistics and uses fundamental data and consensus estimates to maximize objectivity in security selection. The performance information shown herein does not reflect the deduction of advisory and/or other fees normally incurred in the management of a portfolio. **Please see page 6 for important information and disclosures.**

Research Portal →

Portfolio Holdings

The investment objective of the Enhanced U.S. Momentum Portfolio is to provide exposure to companies exhibiting momentum. The portfolio's holdings are selected by using six months of weekly return data to calculate the Momentum Rating for companies within the Russell 1000 Index that pass a quality screen. The 30 companies with the highest momentum ratings are equal weighted, and there is no sector constraint. The quantitative model is updated and rebalanced monthly. The benchmark is the Russell 1000 Index. Pages 3-5 provide additional portfolio statistics, highlight featured holdings, and track a Momentum watchlist.

Portfolio Holding	Sector	Momentum Rating	Beta	NTM P/E	Debt % of EV	Market Cap ($B)	Dividend Yield	Performance (%)		
								1m	3m	6m
Steel Dynamics (STLD)	Materials	•••••	1.2	4.8x	25%	12.6	1.8%	-4	21	66
Enphase Energy (ENPH)	Tech	•••••	2.1	91.8x	4%	25.0	-	29	30	8
SolarEdge (SEDG)	Tech	•••••	1.5	64.7x	4%	14.4	-	7	6	-10
Pinterest (PINS)	Comm Svcs	•••••	0.8	83.2x	0%	43.3	-	21	14	16
Trade Desk (TTD)	Tech	•••••	2.8	129.1x	1%	33.4	-	32	26	-6
Robert Half (RHI)	Industrials	•••••	0.9	21.1x	3%	10.0	1.7%	0	17	44
Pra Health Sciences (PRAH)	Health Care	•••••	0.8	26.8x	13%	10.7	-	-3	9	36
Fedex (FDX)	Industrials	•••••	1.2	14.0x	32%	79.2	1.0%	-5	7	15
Monolithic Power (MPWR)	Tech	•••••	1.1	54.7x	0%	17.1	0.6%	9	10	7
Zendesk (ZEN)	Tech	•••••	1.0	194.4x	7%	17.1	-	6	13	3
MongoDB (MDB)	Tech	•••••	0.7	-	7%	22.4	-	24	40	-1
Charles River Labs (CRL)	Health Care	•••••	1.1	36.2x	14%	18.6	-	10	31	49
Deere (DE)	Industrials	•••••	1.0	18.6x	30%	110.2	1.0%	-2	-4	34
Kansas City Southern (KSU)	Industrials	•••••	0.7	30.3x	14%	25.8	0.8%	-5	11	43
Qualcomm (QCOM)	Tech	•••••	1.2	17.9x	10%	161.2	1.9%	7	9	-3
Cabot (CBT)	Materials	•••••	1.2	11.7x	28%	3.2	2.5%	-11	11	31
Fortinet (FTNT)	Tech	•••••	1.3	61.4x	4%	38.9	-	9	30	61
Qorvo (QRVO)	Tech	•••••	1.2	17.0x	8%	22.0	-	7	9	19
Apple (AAPL)	Tech	•••••	1.2	27.0x	6%	2,288.2	0.6%	10	13	2
HP (HPQ)	Tech	•••••	1.1	9.1x	16%	36.4	2.6%	4	-2	27
Roku (ROKU)	Comm Svcs	•••••	2.2	3611.0x	1%	52.9	-	32	53	35
Catalent (CTLT)	Health Care	•••••	1.1	31.3x	16%	18.4	-	3	6	5
CrowdStrike (CRWD)	Tech	•••••	1.0	584.4x	2%	50.2	-	13	45	22
Acuity Brands (AYI)	Industrials	•••••	1.1	20.3x	13%	6.7	0.3%	1	30	58
Marvell Technology (MRVL)	Tech	•••••	1.5	39.2x	14%	47.8	0.4%	21	26	26
Zoom Video (ZM)	Tech	•••••	0.3	87.8x	0%	91.7	-	17	26	9
Cadence Design (CDNS)	Tech	•••••	1.1	45.2x	1%	38.1	-	8	3	2
Water (WAT)	Health Care	•••••	0.6	34.2x	10%	21.3	-	7	22	41
Bio Techne (TECH)	Health Care	•••••	1.7	62.0x	2%	17.5	0.3%	9	23	43
Lincoln Electric (LECO)	Industrials	•••••	0.8	22.4x	10%	7.8	1.5%	3	7	15

↓ Download Excel File

Removed Holdings

LB, PTON, OSK, XLRN, PD, DOCU, GNRC, NUS, CMG, MTD, AMD, HCA, SAM, NVDA, AMED, PCTY

Momentum Percentile	
20th	•••••
40th	••••
60th	•••
80th	••
100th	•

Portfolio Highlights

- Added
- Removed
- Featured

Definitions

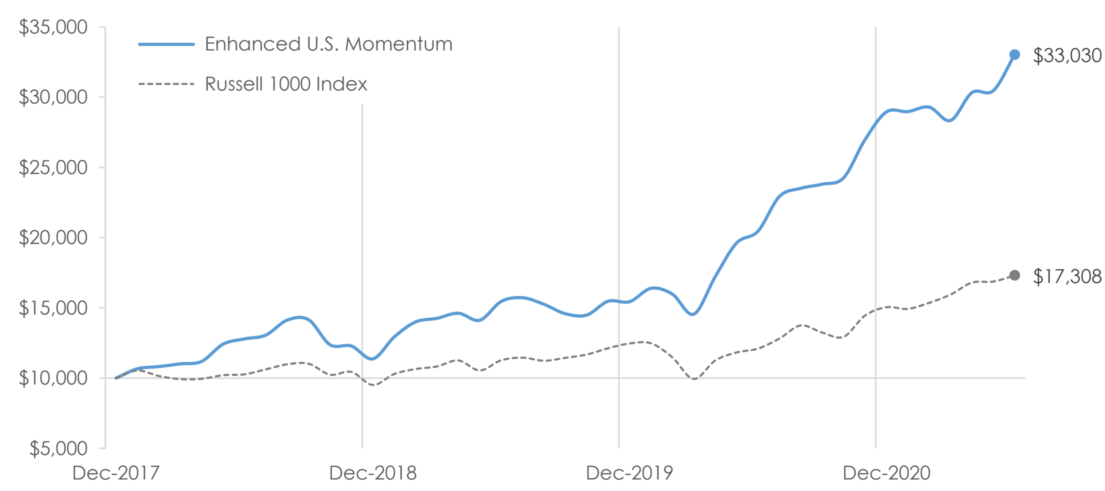
MDR Momentum Rating: Each company in the Russell 1000 is ranked based on multiple momentum signals combined into a standalone value. The 20th percentile (•••••) is considered to have the highest exposure to the momentum factor and the 100th (•) the lowest. **Beta:** Calculated as relative to the S&P 500 using 12 months of data. **NTM Price to Earnings (P/E):** Valuation multiple based on consensus earnings per share estimates over the next 12 months. **Debt % of Enterprise Value (EV):** Represents the total long- and short-term debt as a percentile of each company's enterprise value. Data as of the most recent quarter.

Portfolio Statistics

Enhanced U.S. Momentum Cumulative Performance

Model Inception (MI): 12/31/2017 | Live Portfolio Inception (LPI): 12/31/2020

	Portfolio	Russell 1000 Index
1m	8.4%	2.6%
3m	16.5%	8.5%
6m	14.1%	15.0%
1Y	61.4%	43.1%
2018	13.7%	-4.9%
2019	35.8%	31.0%
2020	87.5%	20.7%
YTD	14.1%	15.0%
MI	230.3%	73.1%
LPI	14.1%	15.0%



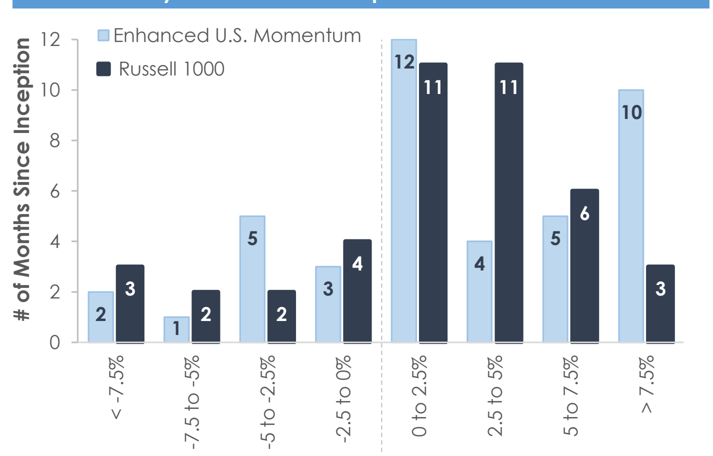
Source: MarketDesk Research. **Note:** Past performance does not guarantee future results. Performance includes dividends but not taxes/capital gains.

Portfolio Overview

Statistic	Description
Strategy	Quantitative strategy that aims to hold a diversified basket of high quality U.S. large- and mid-cap companies exhibiting the momentum factor over varying time frames
# Holdings	30 companies (Russell 1000 Universe)
Time Frame	3-18 Months
Rebalance	The model is updated and rebalanced monthly
Turnover	30-50% Monthly
Benchmark	Russell 1000 Index
Weighting	Equal Weight
Sectors	No Sector Constraints

Monthly Return Distribution

# of Months by Performance Group



Top / Bottom Performing Holdings Last Month

Top 10 Holdings		Bottom 10 Holdings	
38.7%	DocuSign (DOCU)	-5.7%	Nu Skin Enterprises (NUS)
31.7%	Trade Desk (TTD)	-5.2%	Amedisys (AMED)
28.8%	Enphase Energy (ENPH)	-5.1%	Oshkosh (OSK)
26.4%	Generac (GNRC)	-4.1%	Steel Dynamics (STLD)
23.3%	NVIDIA (NVDA)	-4.0%	Boston Beer (SAM)
20.8%	Marvell Technology (MRVL)	-3.9%	Acceleron Pharma (XLRN)
17.5%	AMD Inc. (AMD)	-3.5%	Hca Healthcare (HCA)
13.1%	Chipotle Mexican Grill (CMG)	-3.2%	Pra Health Sciences (PRAH)
12.5%	Peloton Interactive (PTON)	-2.0%	Deere (DE)
12.3%	Paylocity Holding (PCTY)	0.4%	Robert Half (RHI)

Sector Composition vs Benchmark

Sector	Portfolio	Benchmark	+/-
Technology	50.0%	27.6%	+22.3%
Industrials	20.0%	9.1%	+10.9%
Health Care	16.7%	13.1%	+3.6%
Communication Services	6.7%	10.6%	-4.0%
Materials	6.7%	2.4%	+4.3%
Consumer Discretionary	-	12.3%	-12.3%
Consumer Staples	-	5.4%	-5.4%
Financials	-	11.3%	-11.3%
Real Estate	-	3.1%	-3.1%
Energy	-	2.6%	-2.6%
Utilities	-	2.4%	-2.4%

Featured New Holdings

Zoom Video	*Mkt Cap*	*Beta*	*Sector*
ZM (•••••)	$91.7 B	0.3	Tech

Zoom provides video-first communications platform. The firm offers meetings, chat, rooms and workspaces, phone systems, video webinars, marketplace, and developer platform products. It serves the education, finance, government, and healthcare industries. Its platform helps people to connect through voice, chat, content sharing, and face-to-face video experiences.

Water	*Mkt Cap*	*Beta*	*Sector*
WAT (•••••)	$21.3 B	0.6	Health Care

Waters Corp. is a specialty measurement company which engages in analytical workflow solutions involving liquid chromatography, mass spectrometry and thermal analysis innovations. The Waters segment consists of liquid chromatography instruments, mass spectrometry, and precision chemistry consumable products and related services. The TA segment products and services include thermal analysis, rheometry and calorimetry instrument systems, and service sales.

Kansas City Southern	*Mkt Cap*	*Beta*	*Sector*
KSU (•••••)	$25.7 B	0.7	Industrials

Kansas City Southern is a transportation holding company. It focuses on the growing north or south freight corridor connecting key commercial and industrial markets in the central United States with major industrial cities in Mexico. The firm also engages in the freight rail transportation business operating through a single coordinated rail network.

MongoDB	*Mkt Cap*	*Beta*	*Sector*
MDB (•••••)	$22.6 B	0.7	Tech

MongoDB engages in the development and provision of a general purpose database platform. The firm's products include MongoDB Enterprise Advanced, MongoDB Atlas and Community Server. It also offers professional services including consulting and training.

Pinterest	*Mkt Cap*	*Beta*	*Sector*
PINS (•••••)	$43.1 B	0.8	Comm Svcs

Pinterest engages in the operation of a pinboard-style photo-sharing website. It allows users to create and manage theme-based image collections such as events, interests, and hobbies.

Lincoln Electric	*Mkt Cap*	*Beta*	*Sector*
LECO (•••••)	$7.9 B	0.8	Industrials

Lincoln Electric manufactures arc welding equipment, consumable welding products and other welding and cutting products. The firm offers CNC plasma and oxy-fuel cutting systems, regulators and torches used in oxy-fuel welding, cutting and brazing. The Harris Products Group includes the company's global cutting, soldering and brazing businesses as well as the retail business in the United States.

Zendesk	*Mkt Cap*	*Beta*	*Sector*
ZEN (•••••)	$17.1 B	1.0	Tech

Zendesk provides a customer service platform which enables companies to provide customer support. Its products and services include support; guide; chat; talk; message; inbox team email; explore; connect plus outbound; integrations and apps; embeddables; insights and analytics; and products update. Its also features ticketing system; community forums; help desk software; IT help desk; security; and tech specs.

CrowdStrike	*Mkt Cap*	*Beta*	*Sector*
CRWD (•••••)	$50.2 B	1.0	Tech

CrowdStrike provides cloud-delivered solution for next-generation endpoint protection that offers cloud modules on its Falcon platform through SaaS subscription-based model. It operates through Domestic and International geographical segments. The firm's services include incident response services; proactive services, tabletop exercises, adversary emulation, clod security assessment, and blue team exercises.

Momentum Watchlist

This page lists the companies with the next 50 highest momentum percentiles beyond the 30 holdings on page 2. The Momentum Watchlist is provided for two primary reasons: (1) new holdings within the Enhanced U.S. Momentum Portfolio tend to come from this list and (2) it provides additional idea generation. This page is updated each month as the model is refreshed.

Portfolio Holding	Sector	Momentum Rating	Beta	NTM P/E	Debt % of EV	Market Cap ($B)	Dividend Yield	Performance (%) 1m	3m	6m
Paylocity Holding (PCTY)	Tech	•••••	1.0	96.8x	1%	10.4	-	12	11	-8
Martin Marietta (MLM)	Materials	•••••	0.7	28.1x	13%	22.0	0.6%	-3	4	29
Westlake Chemical (WLK)	Materials	•••••	1.2	9.3x	28%	11.6	1.2%	-10	2	14
Insulet Corporation (PODD)	Health Care	•••••	1.4	280.4x	6%	18.8	-	2	6	5
United Parcel Service (UPS)	Industrials	•••••	1.1	19.0x	16%	150.5	2.0%	-3	24	24
Entegris (ENTG)	Tech	•••••	1.0	36.4x	7%	16.7	0.3%	8	16	31
Chipotle Mexican Grill (CMG)	Cons Disc	•••••	1.1	58.9x	8%	43.7	-	13	9	11
Synopsys (SNPS)	Tech	•••••	1.3	40.7x	2%	42.1	-	9	15	9
Servicenow (NOW)	Tech	•••••	0.9	97.0x	2%	108.7	-	16	13	1
Okta (OKTA)	Tech	•••••	1.0	-	6%	30.6	-	10	13	-6
Arista Networks (ANET)	Tech	•••••	1.3	34.8x	0%	27.7	-	7	18	26
Oshkosh (OSK)	Industrials	•••••	1.0	16.2x	10%	8.6	1.1%	-5	5	48
Starbucks (SBUX)	Cons Disc	•••••	0.9	32.8x	16%	131.9	1.6%	-2	3	7
Terminix Global (TMX)	Cons Disc	•••••	0.7	33.8x	15%	6.1	-	-3	3	-4
Tesla (TSLA)	Cons Disc	•••••	2.3	136.3x	2%	656.1	-	9	11	2
NVIDIA (NVDA)	Tech	•••••	1.5	49.2x	2%	498.8	0.1%	23	55	55
Tyler Technologies (TYL)	Tech	•••••	0.6	63.2x	4%	18.4	-	12	8	5
Boston Beer (SAM)	Cons Stpls	•••••	0.9	38.9x	0%	10.3	-	-4	-13	4
Manhattan Associates (MANH)	Tech	•••••	1.5	88.0x	0%	9.2	-	7	25	40
HEICO Corporation (HEI.A)	Industrials	•••••	1.3	49.4x	3%	17.7	0.1%	-6	9	6
Howmet Aerospace (HWM)	Industrials	•••••	1.4	31.1x	27%	15.0	-	-3	9	23
Axon Enterprise (AAXN)	Industrials	•••••	1.4	119.6x	0%	11.5	-	26	32	44
Zillow Group (Z)	Comm Svcs	•••••	2.2	131.2x	8%	29.6	-	4	2	-6
Accenture (ACN)	Tech	•••••	1.1	30.9x	2%	187.1	1.2%	5	6	15
Hca Healthcare (HCA)	Health Care	•••••	1.3	15.0x	33%	69.7	0.9%	-3	11	27
Monster Beverage (MNST)	Cons Stpls	•••••	0.9	33.7x	0%	48.3	-	-3	-1	0
Danaher (DHR)	Health Care	•••••	0.6	30.6x	12%	191.5	0.3%	5	18	21
Pentair (PNR)	Industrials	•••••	0.8	21.4x	9%	11.2	1.2%	-2	9	31
frontdoor (FTDR)	Cons Disc	•••••	1.0	28.6x	18%	4.3	-	-7	-5	1
Autodesk (ADSK)	Tech	•••••	1.3	54.5x	3%	64.2	-	2	8	-2
Marriott International (MAR)	Cons Disc	•••••	1.5	45.6x	19%	44.4	-	-5	-6	6
Garmin (GRMN)	Cons Disc	•••••	1.0	26.2x	0%	27.8	1.8%	2	12	22
Vail Resorts (MTN)	Cons Disc	••••	0.8	43.2x	20%	12.7	-	-3	11	17
Mettler Toledo (MTD)	Health Care	••••	1.1	42.6x	6%	32.3	-	7	19	22
Universal Display (OLED)	Tech	••••	1.1	53.4x	0%	10.5	0.4%	3	-3	-3
Genpact Limited (G)	Tech	••••	1.3	19.6x	21%	8.5	0.9%	0	3	11
Nu Skin Enterprises (NUS)	Cons Stpls	••••	0.9	13.1x	17%	2.8	2.7%	-6	9	7
Advance Auto Parts (AAP)	Cons Disc	••••	0.8	19.0x	22%	13.4	1.9%	9	12	32
Anaplan (PLAN)	Tech	••••	2.0	-	1%	7.7	-	4	5	-27
Generac (GNRC)	Industrials	••••	1.2	39.8x	4%	26.2	-	26	37	88
Lam Research (LRCX)	Tech	••••	1.7	20.4x	7%	92.8	0.8%	0	14	38
Bruker Corporation (BRKR)	Health Care	••••	0.9	38.9x	8%	11.5	0.2%	9	19	42
Pegasystems (PEGA)	Tech	••••	1.5	460.4x	7%	11.3	0.1%	18	24	6
Tradeweb Markets (TW)	Financials	••••	0.9	53.5x	0%	8.9	0.4%	1	14	37
Mattel (MAT)	Cons Disc	••••	0.3	21.6x	33%	7.0	-	-5	2	16
Clean Harbors (CLH)	Industrials	••••	1.8	35.2x	30%	5.1	-	0	10	25
AMD Inc. (AMD)	Tech	••••	1.4	43.2x	1%	114.3	-	17	22	4
Motorola Solutions (MSI)	Tech	••••	0.8	24.7x	15%	36.8	1.3%	6	15	31
Texas Instrument (TXN)	Tech	••••	1.1	26.2x	4%	177.7	2.1%	1	4	21
Align Technology (ALGN)	Health Care	••••	1.2	56.3x	0%	48.5	-	4	19	18

MarketDesk Research

Website

www.MarketDeskResearch.com

Sales Team

+1 (646) 787-0394

Sales@MarketDeskResearch.com

Client Support

+1 (646) 787-0394

Support@MarketDeskResearch.com

Firm Brochure

Download →

List of Model Portfolios

- Focused U.S. Large Cap
- Focused U.S. Small Cap
- Focused U.S. Dividend
- ESG Active Opportunities
- Enhanced U.S. Momentum
- Tactical All Cap

Important Notices & Disclaimer

MarketDesk is wholly-owned by MarketDesk Research, LLC ("MarketDesk Research" or "MDR"). The information and opinions expressed herein are solely those of MDR, are provided for informational purposes only and are not intended as recommendations to buy or sell a security, nor as an offer to buy or sell a security. Recipients of the information provided herein should consult with a financial advisor before purchasing or selling a security. MDR is not an investment advisor and is not registered with the U.S. Securities and Exchange Commission or the Financial Industry Regulatory Authority, and, further, the owners, employees, agents or representatives of MDR are not acting as investment advisors and might not be registered with the U.S. Securities and Exchange Commission. The information and opinions provided herein are provided as general market commentary only, and do not consider the specific investment objectives, financial situation or particular needs of any one client. The information in this report is not intended to be used as the primary basis of investment decisions, and because of individual client objectives, should not be construed as advice designed to meet the particular investment needs of any investor. The comments may not be relied upon as recommendations, investment advice or an indication of trading intent. MDR is not soliciting any action based on this document. Investors should consult with their own financial adviser before making any investment decisions. There is no guarantee that any future event discussed herein will come to pass. The data used in this publication may have been obtained from a variety of sources including U.S. Federal Reserve, FactSet, Bloomberg, Bank of America Merrill Lynch, iShares, Vanguard and State Street, which we believe to be reliable, but MDR cannot be held responsible for the accuracy of data used herein. Any use of graphs, text or other material from this report by the recipient must acknowledge MarketDesk Research as the source. Past performance does not guarantee or indicate future results. Investing involves risk, including the possible loss of principal and fluctuation of value. MDR disclaims responsibility for updating information. In addition, MDR disclaims responsibility for third-party content, including information accessed through hyperlinks.

MDR is not a registered investment adviser. No mention of a particular security, index, derivative or other instrument in the report constitutes a recommendation to buy, sell, or hold that or any other security, nor does it constitute an opinion on the suitability of any security, index, or derivative. The report is strictly an information publication and has been prepared without regard to the particular investments and circumstances of the recipient. SUBSCRIBERS SHOULD VERIFY ALL CLAIMS AND COMPLETE THEIR OWN RESEARCH AND CONSULT A REGISTERED FINANCIAL PROFESSIONAL BEFORE INVESTING IN ANY INVESTMENTS MENTIONED IN THE PUBLICATION. INVESTING IN SECURITIES AND DERIVATIVES IS SPECULATIVE AND CARRIES A HIGH DEGREE OF RISK, AND SUBSCRIBERS MAY LOSE MONEY TRADING AND INVESTING IN SUCH INVESTMENTS.

Principals of MDR may or may not hold or be short any of the securities, options, or futures discussed in the report, or any other securities, at any time.

Please refer to www.MarketDeskResearch.com/terms for the complete list of terms and disclaimers.