Stock / Bond Rotation Model

Sample Model

Indicator Signal Overview – Stock / Bond Rotation Model

When the U.S. Risk Demand Indicator is below zero, own 100% Risk-Off Exposure. When the U.S. Risk Demand Indicator is above zero, own 100% Risk-On Exposure. Refer to page 2 to see when the model held Risk-On or Risk-Off exposure for each month since January 2000.

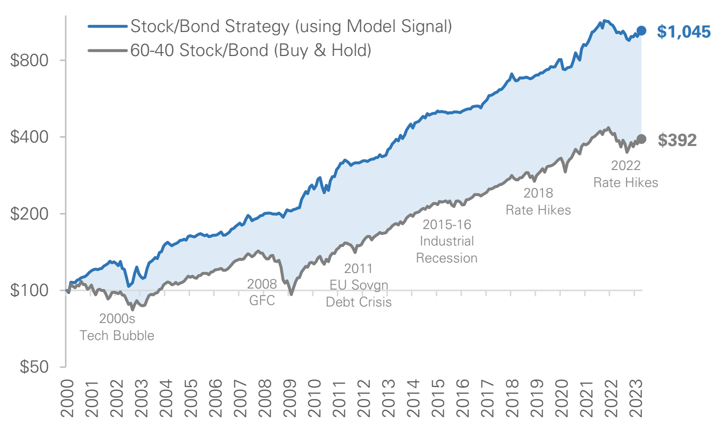
- **Risk-On** = Stocks (S&P 500 Index)
- **Risk-Off** = Bonds (U.S. Bond Aggregate Index)

Figure 13: Performance Statistics – Stock / Bond Rotation Model

Annual Statistics of Returns & Risks	60-40 Stock/Bond (Benchmark)	Stock / Bond Rotation Model
Average Return	6.4%	11.0%
Strategy CAGR	**6.1%**	**10.6%**
Maximum Drawdown	-33%	-20%
% of Positive Years	**78%**	**91%**
Upside Capture	100%	128%
Downside Capture	100%	8%
Net Capture	**0%**	**+120%**
Max Positive Year	22%	32%
Max Negative Year	-22%	-13%
Max Risk / Reward Ratio	**1.01**	**2.49**

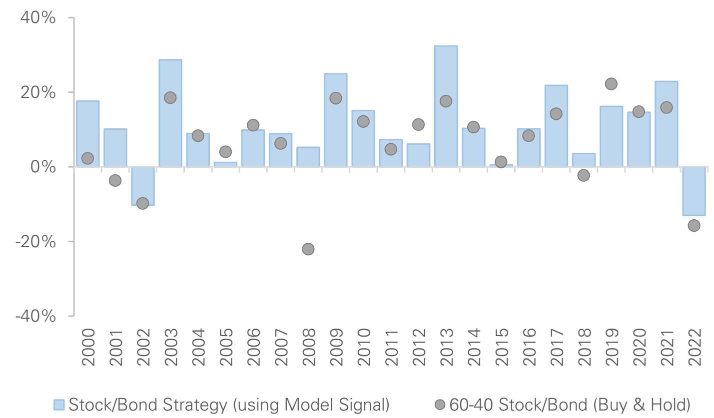
Source: MarketDesk Quant Pack. Based on annual calendar year returns since 2000.

Figure 14: Total Returns – Stock / Bond Rotation Model



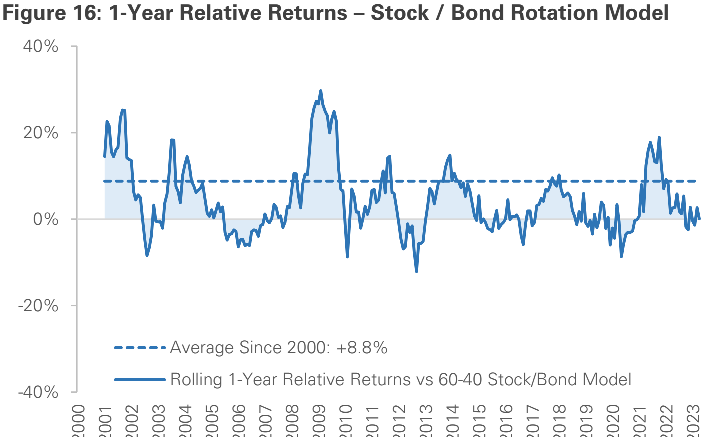
Source: MarketDesk Quant Pack. The portfolio is rebalanced monthly.

Figure 15: Historical Annual Returns – Stock / Bond Rotation Model



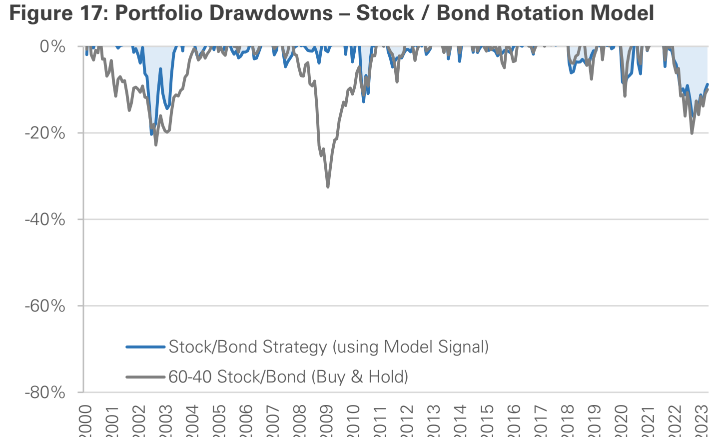
Source: MarketDesk Quant Pack

Figure 16: 1-Year Relative Returns – Stock / Bond Rotation Model



Source: MarketDesk Quant Pack

Figure 17: Portfolio Drawdowns – Stock / Bond Rotation Model



Source: MarketDesk Quant Pack

Next Steps

1

Visit Resource Library

Complimentary access to Case Studies, Whitepapers, and Educational Presentations.

See Downloads →

www.QuantPack.com/library

2

Schedule a Free Demo

Our team is available to walk through the platform and answer your questions.

10 Minute Demo →

www.QuantPack.com/demo

3

Start Your Subscription

Enter the code "SAVE100" to save $100 when you start your Quant Pack subscription.

Save $100 →

www.QuantPack.com/plans

Questions? Email support@QuantPack.com