



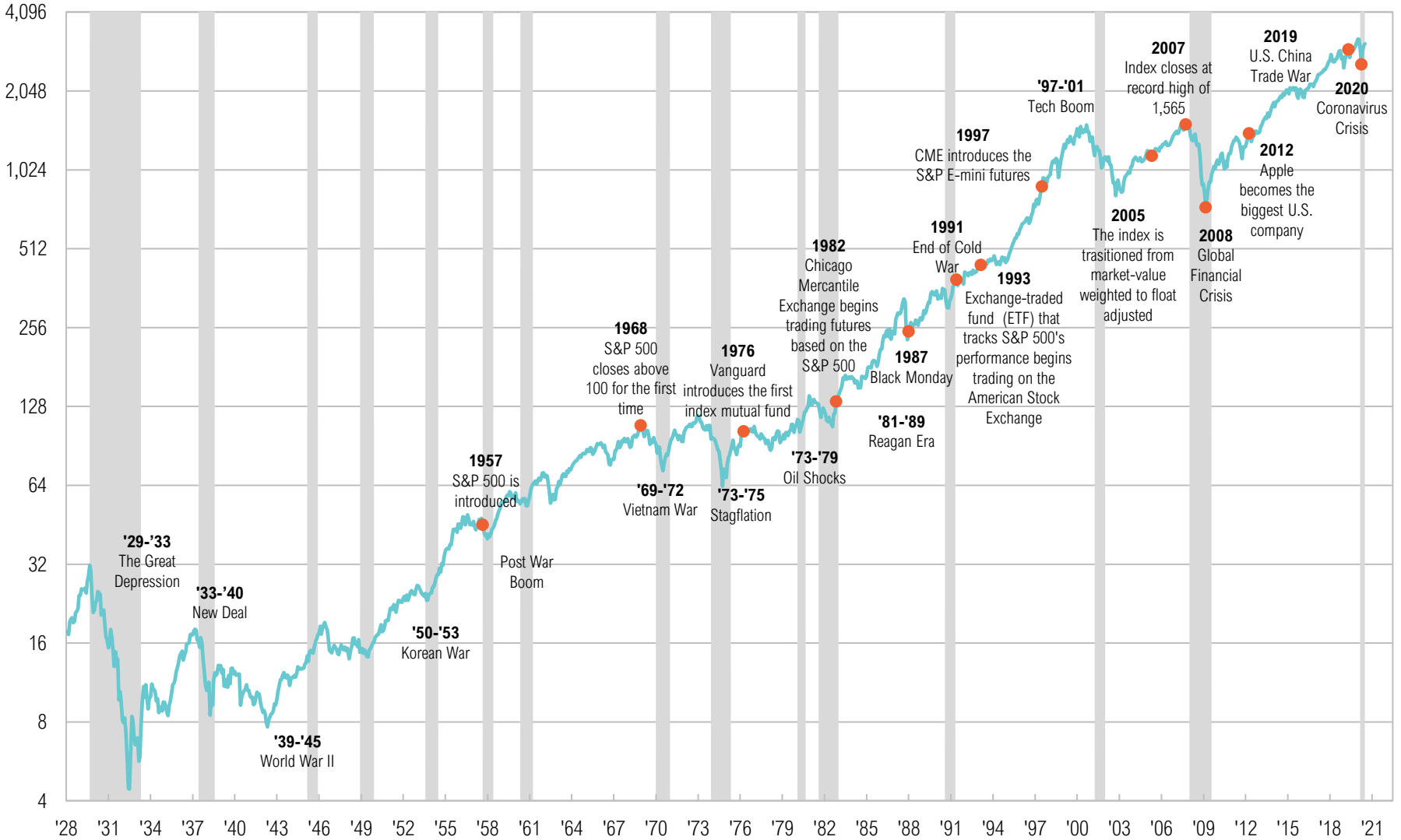
Should Investors Try to “Time” the Market?

August 6, 2020

Despite the Risks, it is Important to Keep Perspective

S&P 500 INDEX, 1/1/1928 – 6/30/2020

S&P 500 Index



Source: Bloomberg

Volatility is a Feature, Not a Bug

S&P 500 ANNUAL RETURNS & DRAWDOWNS, 1/1/1968 – 8/3/2020

Price Return, %



Source: Bloomberg

Timing the Market

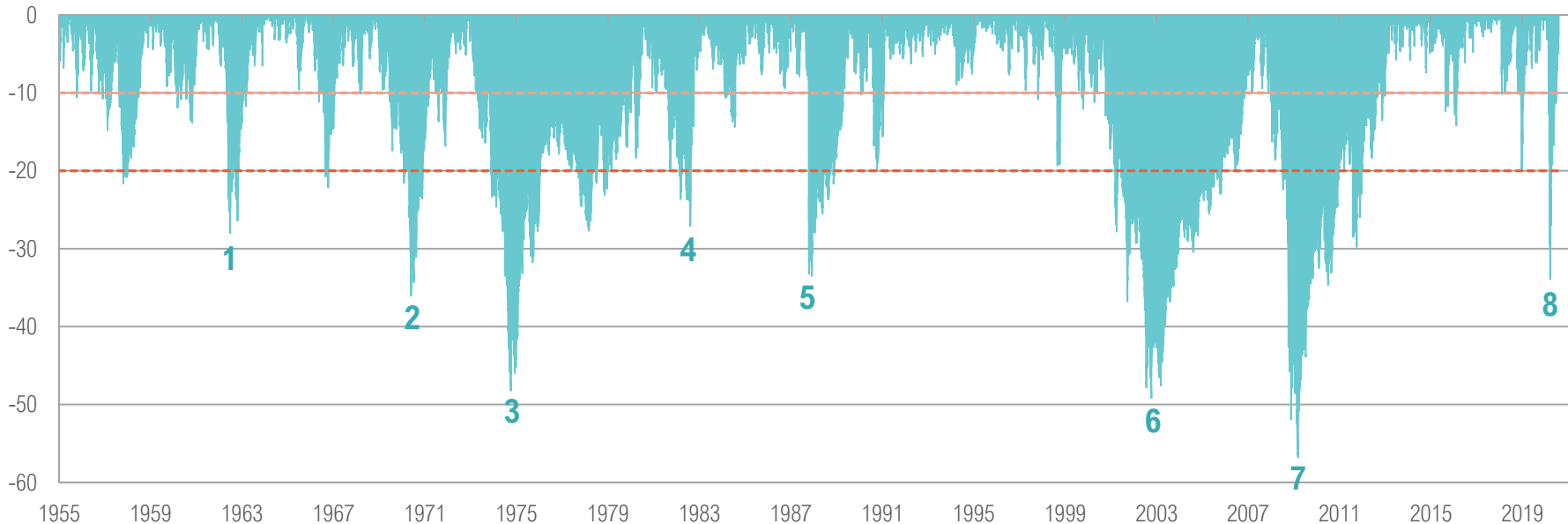
SEE IMPORTANT DISCLOSURES AT THE END OF THIS PRESENTATION



A History of Major Post-War Bear Markets & Recoveries

S&P 500 PRICE RETURN DRAWDOWNS, 12/30/1927– 8/3/2020

Drawdown, %



Bear Market	Market Peak	Bear Market Decline	Months to Low	Months to Recovery	Length of Drawdown
0 Crash of 1929 & onset of Great Depression thru Post WWII slowdown	Sep-1929	-86%	34	266	300
1 1962 flash crash, Cuban Missile Crisis & Cold War of 1962	Dec-1961	-28%	7	14	21
2 Crash of 1970, economic overheating & civil unrest	Nov-1968	-36%	18	22	39
3 OPEC oil embargo & stagflation	Jan-1973	-48%	21	70	91
4 Inflation & Volcker Fed response	Nov-1980	-27%	2	24	26
5 1987 Crash	Aug-1987	-34%	3	20	23
6 Tech Bubble bursting	Mar-2000	-49%	31	55	86
7 Global Financial Crisis	Oct-2007	-57%	17	49	66
8 Fed bubble, Coronavirus Crisis	Feb-2020	-34%	1	n/a	5
Average*		-40%	14		

Source: Bloomberg

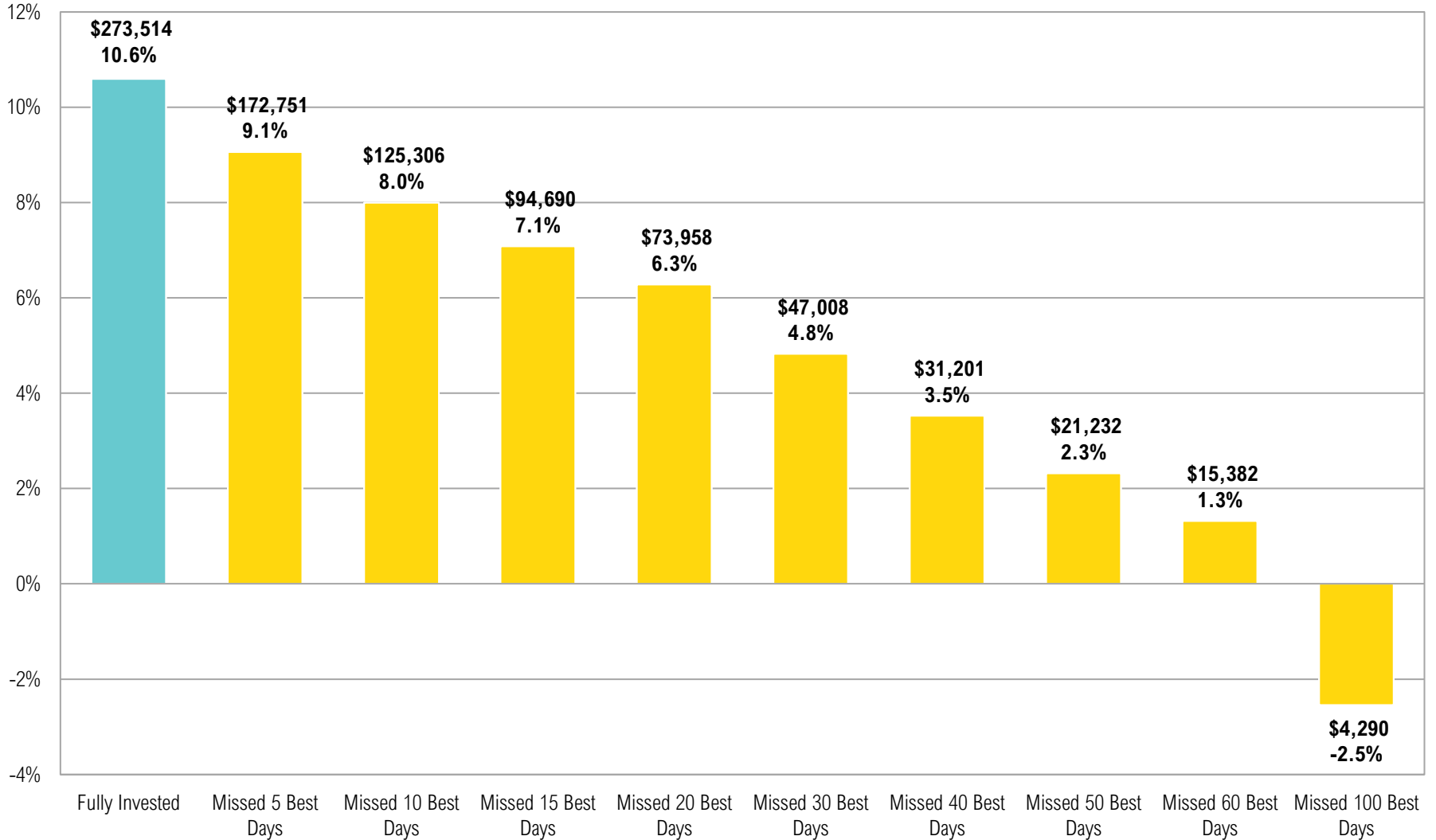
Timing the Market

SEE IMPORTANT DISCLOSURES AT THE END OF THIS PRESENTATION

Time in the Market Vs. Timing the Market

FULLY INVESTED VS. MISSING X NUMBER OF BEST DAYS, 1/1/1988 – 3/31/2020

S&P 500 Index: Annualized Total Returns & Growth of \$10,000

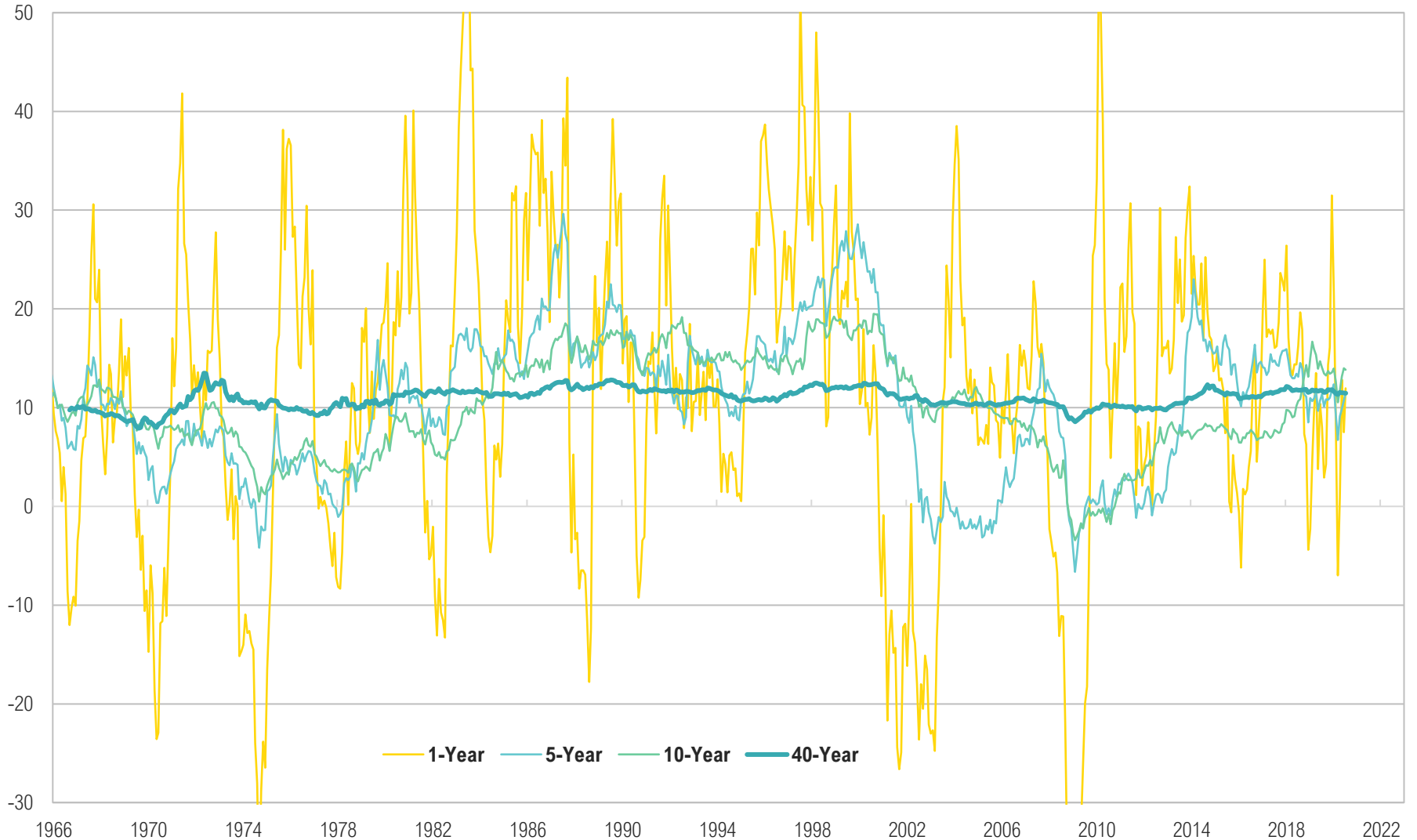


Source: Bloomberg

Reducing Volatility With Longer Holding Periods

S&P 500 ANNUALIZED ROLLING RETURNS BY PERIOD, 1/1/1966 – 7/31/2020

S&P 500 Total Returns, Annualized



Source: Bloomberg

Timing the Market

SEE IMPORTANT DISCLOSURES AT THE END OF THIS PRESENTATION

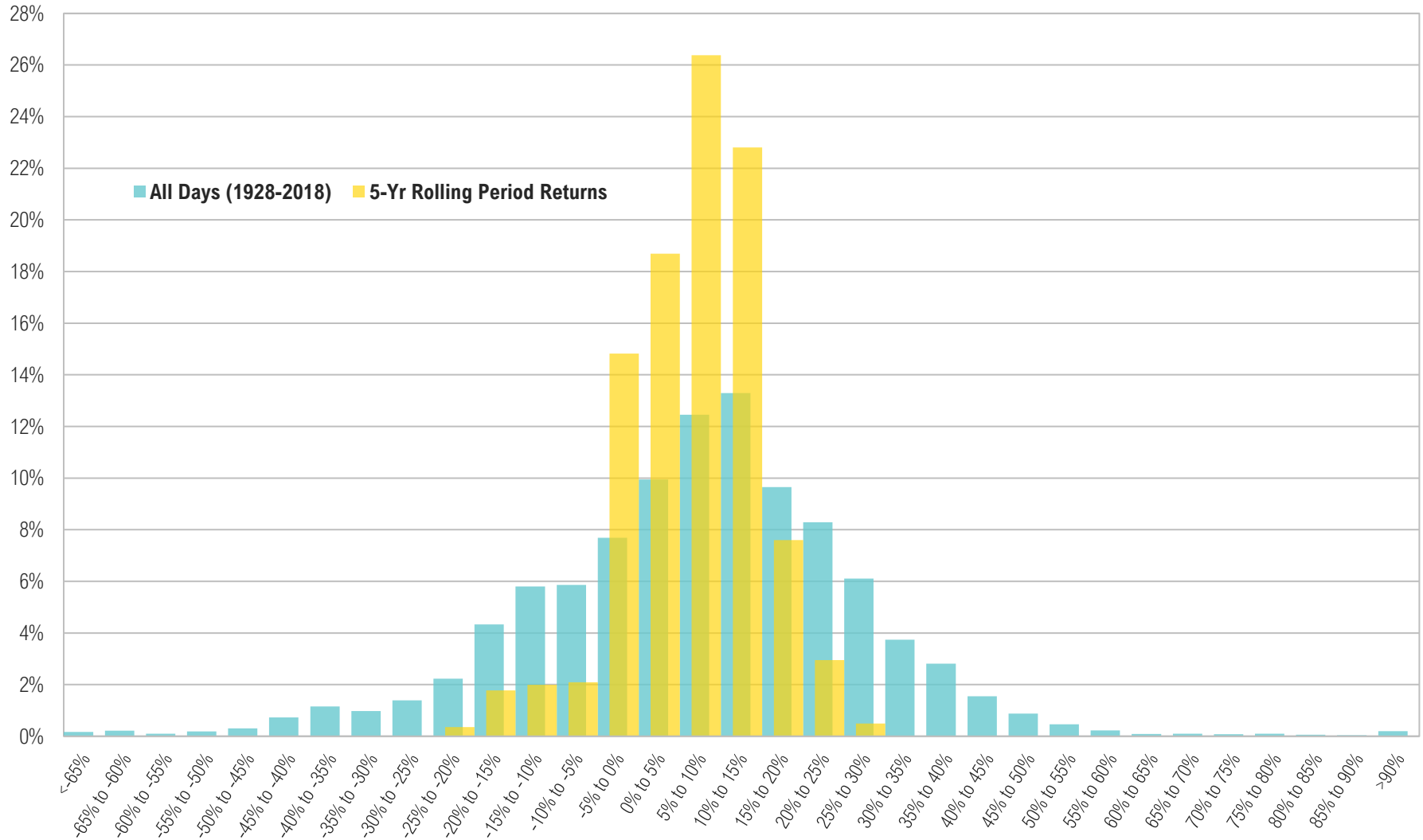
Page 6



Nothing Diversifies Risk Like Time

S&P 500 1-YEAR VS. 5-YEAR ROLLING RETURNS, 1/1/1928 – 3/31/2020

% of Observations



Source: Bloomberg

Disclaimer & Terms of Use

DISCLAIMER

Magnus Financial Group LLC (“Magnus”) did not produce and bears no responsibility for any part of this report whatsoever, including but not limited to any macroeconomic views, inaccuracies or any errors or omissions. Research and data used in the presentation have come from third-party sources that Magnus has not independently verified presentation and the opinions expressed are not by Magnus or its employees and are current only as of the time made and are subject to change without notice.

This report may include estimates, projections or other forward-looking statements, however, due to numerous factors, actual events may differ substantially from those presented. The graphs and tables making up this report have been based on unaudited, third-party data and performance information provided to us by one or more commercial databases. Except for the historical information contained in this report, certain matters are forward-looking statements or projections that are dependent upon risks and uncertainties, including but not limited to factors and considerations such as general market volatility, global economic risk, geopolitical risk, currency risk and other country-specific factors, fiscal and monetary policy, the level of interest rates, security-specific risks, and historical market segment or sector performance relationships as they relate to the business and economic cycle.

Additionally, please be aware that past performance is not a guide to the future performance of any manager or strategy, and that the performance results and historical information provided displayed herein may have been adversely or favorably impacted by events and economic conditions that will not prevail in the future. Therefore, it should not be inferred that these results are indicative of the future performance of any strategy, index, fund, manager or group of managers. Index benchmarks contained

in this report are provided so that performance can be compared with the performance of well-known and widely recognized indices. Index results assume the re-investment of all dividends and interest.

The information provided is not intended to be, and should not be construed as, investment, legal or tax advice nor should such information contained herein be construed as a recommendation or advice to purchase or sell any security, investment, or portfolio allocation. An investor should consult with their financial advisor to determine the appropriate investment strategies and investment vehicles. Investment decisions should be made based on the investor's specific financial needs and objectives, goals, time horizon and risk tolerance. This presentation makes no implied or express recommendations concerning the way any client's accounts should or would be handled, as appropriate investment decisions depend upon the client's specific investment objectives.

Investment advisory services offered through Magnus; securities offered through third party custodial relationships. More information about Magnus can be found on its Form ADV at www.adviserinfo.sec.gov.

TERMS OF USE

This report is intended solely for the use of its recipient. There is a fee associated with the access to this report and the information and materials presented herein. Re-distribution or republication of this report and its contents are prohibited. Expert use is implied.



90 Park Avenue, Suite 1800
New York, NY 10016

(800) 339-1367

service@magnusfinancial.com