DEGREEN
Capital Management LLC

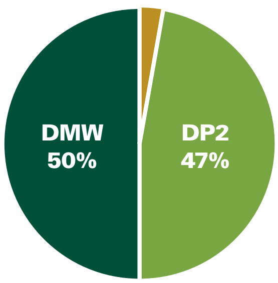
(888) 708-9110 • www.DeGreen.com

Allocation Category Holdings

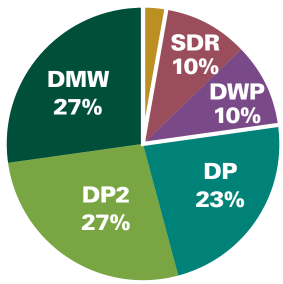
When fully allocated*. As of July 1, 2014. Please see reverse for sub-portfolio definitions.

"WP" = Wealth Preservation Allocation. **"NTR"** = Net total return after ALL expenses, including fees.

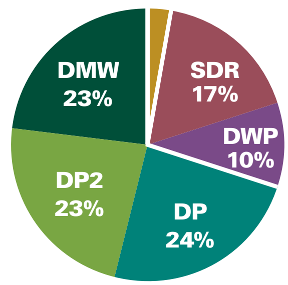
100% Growth
2013 **NTR 34.92%**
1H 2014 **NTR 7.77%**
Beta 1.04



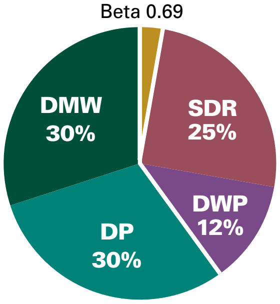
80% Growth, 20% WP
2013 **NTR 29.57%**
1H 2014 **NTR 7.86%**
Beta 0.80



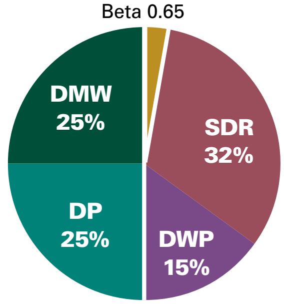
70% Growth, 30% WP
2013 **NTR 27.94%**
1H 2014 **NTR 7.62%**
Beta 0.77



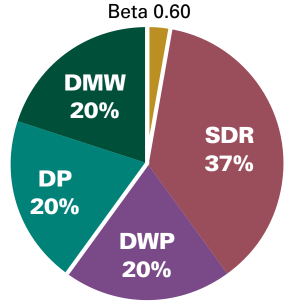
60% Growth, 40% WP
2013 **NTR 19.62%**
1H 2014 **NTR 6.46%**
Beta 0.69



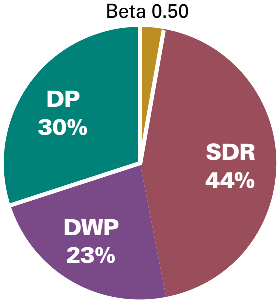
50% Growth, 50% WP
2013 **NTR 18.74%**
1H 2014 **NTR 6.43%**
Beta 0.65



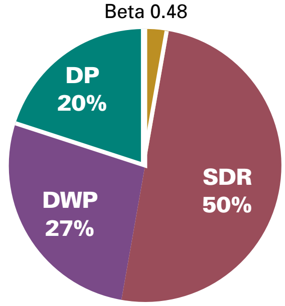
40% Growth, 60% WP
2013 **NTR 17.88%**
1H 2014 **NTR 6.53%**
Beta 0.60



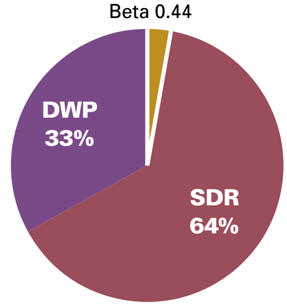
30% Growth, 70% WP
2013 **NTR 18.79%**
1H 2014 **NTR 7.03%**
Beta 0.50



20% Growth, 80% WP
2013 **NTR 17.32%**
1H 2014 **NTR 6.8%**
Beta 0.48



WP Only
2013 **NTR 14.36%**
1H 2014 **NTR 6.50%**
Beta 0.44



= Cash 3%

WP Sub-Portfolios:	**DWP**	**D**eGreen **W**ealth **P**reservation
	SDR	**S**wan **D**efined **R**isk
Growth Sub-Portfolios:	**DP**	**D**eGreen-**P**ortfolio **A**nalytics **R**esearch
	DP2	**D**eGreen-**P**ortfolio **A**nalytics **R**esearch **2**
	DMW	**D**eGreen-**M**arktors® **W**orld-Wide

Please see definitions on reverse. Sub-Portfolio allocations subject to change.

***Allocation and Cash:** All portfolios are actively managed for downside protection. We will go to cash or to other defensive positions when indicated by our valuation protocols.

Performance Disclosures: All returns are NET after ALL fees and expenses, including our fee. DeGreen-PAR (DP), DeGreen-PAR2 (DP2), and Swan Defined Risk (SDR) performance numbers are GIPS-verified, and are NET (after) a hypothetical 1.1% management fee by DeGreen Capital Management (DCM). DeGreen Wealth Preservation (DWP) was maintained as a separate allocation category for DCM clients in 2013. 2013 client performance numbers are reported independently by Envestnet/Tamarac from Charles Schwab data. Due to portfolio transitions, the 1H reported performance of DMW and DWP sub-portfolios is based on the 1H performance of positions held as of 06/30/2014, as reported by Bloomberg Terminal Services. All Beta (volatility) numbers are relative to the S&P 500 Index (SPX) as of 06/30/2014, as reported by Bloomberg.

DeGreen Capital Management Sub-Portfolios

As of July 1, 2014. Sub-Portfolios Subject to Change.

Comments

Successful investing requires an important core decision: the extent to which your portfolio should be allocated toward "**Growth**" or "**Wealth Preservation**." We will help you objectively make that core decision. We do the heavy lifting from there.

Meet Our Sub-Portfolios:

All of our sub-portfolios are actively managed for downside risk protection. We *will* go to cash or to other defensive positions when necessary.

Sub-Portfolio Index

Cat.	Abbr.	Full Name	Description
Growth	DP	DeGreen-PAR Stock/Bond	S&P-centered stock/bond ETF portfolio. Unleveraged.
	DP2	DeGreen-PAR 2X Stock/Bond	S&P-centered stock/bond ETF portfolio. May use leveraged ETFs under favorable circumstances.
	DMW	DeGreen-*Marktors*® World-Wide Portfolio	Invests in other U.S. markets, and in developed and emerging economies worldwide. May use leveraged ETFs under favorable circumstances.
WP	DWP	DeGreen Wealth Preservation	Commodity, U.S. and foreign sovereign bond, certain corporate debt, emerging market debt, and precious metal ETFs.
	SDR	Swan Defined Risk	Put-protected, S&P-centered, ETF hedged equity strategy.

Growth Sub-Portfolios

DeGreen-PAR Portfolios (DP and DP2)

DeGreen Capital Management directly manages two historically-effective S&P-centered stock/bond ETF portfolios in cooperation with Model Capital Management LLC (MCM). Our DeGreen-PAR Portfolio ("DP") is unleveraged. Our DeGreen-PAR 2X Portfolio ("DP2") may use leveraged ETFs under favorable circumstances.

We employ MCM's continuous Performance Analytics Research (PAR) program, and our own proprietary analysis, to assess more than 22 market and sector data points. The PAR program triggers buy/sell/rotate recommendations. When confirmed by our own analysis, we rotate among broad S&P-centered ETFs and U.S. short and long-term bond ETFs. DeGreen-PAR demonstrated substantially less volatility than the S&P 500 Index. The 2X PAR portfolio experienced only slightly more volatility than the S&P as a whole. DP 2013 net total return 29.60% 1H 2014 NTR 8.50%. DP2 2013 net total return 55.60%. 1H 2014 NTR 11.30%.

DeGreen Marktors® Worldwide (DMW)

Our flagship Growth sub-portfolio. We have pioneered the use of low-cost, U.S.-traded ETFs to access all the world's most promising markets. "Marktors" stands for "Markets and Sectors." We apply old-fashioned hard-nosed valuation techniques to the new world of market and sector investing, and we go to cash when things get dicey. We rotate among markets and sectors, or to cash, based on our extensive analytics, including up to 22 economic and market data points.

DMW invests outside the S&P Index, in other U.S. markets, developed countries, and emerging markets outside the focus of our other Growth sub-portfolios, DeGreen-PAR (DP) and DeGreen-PAR-2. Under favorable circumstances we may use leveraged ETFs within DMW. DMW 2013 net total return 17.60%. 1H 2014 NTR 4.94%.

Wealth Preservation ("WP") Sub-Portfolios

DeGreen Wealth Preservation (DWP)

Our flagship Wealth Preservation sub-portfolio. In an era of low yields and potentially rising interest rates, WP investors have been pushed up the risk curve. DWP has answered that call with its inherently conservative, historically productive, world-wide ETF approach. DWP may invest in certain U.S. and international bond ETFs, in "wealth preservation surrogates" including Lower-volatility higher-dividend equity ETFs, in defensive commodity and currency ETFs. ETFs outside the focus of our other WP sub-portfolios.

In 2013, while long-term government bonds declined by 13%, DWP produced a NET total return, after all fees, of 14.64%. Through 2013, DWP's two-year average annual net total return was 8.8%. During the first half of 2014, DWP's 06/30/14 positions produced a net total return of 10.13% (not annualized). Average annual beta (volatility) as of 06/30/14 was a low .32.

Swan Defined Risk (SDR)

Again in response to low yields and potentially rising interest rates, we also currently employ the Swan Institutional Defined Risk Fund (SDRIX) as a sub-portfolio within our WP allocation. We view its approach as a "wealth preservation surrogate." In our opinion, SDR is best viewed as an entire, conservative, hedge fund within a single, innovative mutual fund. While conservatively investing across all nine S&P 500 sector ETFs, Swan purchases "put" option to protect against downturns in the market. This options component generates income to help offset their cost, and provides gains to offset losses in declining markets. As structured, SDRIX is eligible to receive IRA and other qualified funds. We cannot economically duplicate their approach with an in-house ETF/option strategy so we are pleased to have an excellent working relationship with them during the current yield/rate environment.

In 2008, when the S&P 500 lost 37 percent, Swan lost only 4.5 percent. Seventeen-year average annual return net of all fees and expenses through 12/31/2013 was 9.26%. Average annual beta (volatility) since inception through 03/31/2014 was an extremely low .24. SDR 2013 net total return 14.33%. 1H 2014 NTR 4.63%.

Need Managed Income? Clients sometimes require a managed income program in addition to our Wealth Preservation/Growth allocations. For this purpose we are pleased to use **The Hanlon Managed Income (HMI) Separate Accounts Program**. An historically effective tactical bond fund program for investors seeking income, some growth potential, and much less volatility than equity markets. Hanlon has successfully rotated among Investment grade and high-yield bonds, and cash, for more than thirteen years. Hanlon has never experienced an annual loss of more than one percent. Thirteen-year average annual return through 03/30/2014 is 9.33%. Average annual beta was an extremely low .13. We charge no additional fee for this program, and can discuss its appropriateness for you at your Investment Suitability Interview with Keith.

Custodians and Reporting. All of our DCM sub-portfolios are held in separate client accounts at Charles Schwab and are directly managed by DeGreen Capital Management. The Hanlon Managed Income Program (HMI) is held at Pershing as a third-party managed account, and supervised by DeGreen. When an outside manager such as Hanlon is used, DeGreen Capital Management provides consolidated reporting to clients for all managers.

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