DAILY REPORT

Date	2015-07-09
Time (Eastern)	03:45 PM
Next Refit in	18 days
Last Refit Date	2015-07-07

MODEL INDICATORS

Variables in Order of Frequency of Inclusion	Value	Mean	Direction
Proprietary Variable X	–	–	Bullish
Variance Risk Premium (VRP)	0.00	0.64	Bearish
PCA of Price Indicators (PCA.price)	1.05	-0.06	Bearish
Default Spread (DEF)	1.02	1.11	Bearish
New Orders/Shipments (NOS)	-0.02	0.01	Bullish
Baltic Dry Index (BDI)	0.18	0.00	Bullish
Moving Average (MA)	1.00	0.79	Not currently in model
Implied Correlation (IC)	10.15	0.40	Not currently in model
Proprietary Variable Y	–	–	Bullish
Short Interest (SI)	0.34	-0.02	Not currently in model
Consumption vs Wealth and Income (CAY)	-0.04	-0.01	Bearish

EQUITY RISK PREMIUM CALCULATION (ANNUALIZED)

	Estimate	Historical [1]
Total Return	8.72%	10.96%
3-Month Treasury Bill Rate	0.01%	4.64%
Equity Risk Premium	8.71%	6.32%
Current Optimal Equity Exposure:	70%	

[1] Calculated using S&P 500 and 3-Month Treasury Bill Rate between 1954 and present.