

USA Financial Trending Report:

May 15, 2014

RAM® Score = +57.22

Mapper Score™ = 0 of 10 increasing

- ✓ **Buy & hold investor vs. a long-term investor (two entirely different things)...**
- ✓ **Risk management and the importance of "keeping your head above water"...**
- ✓ **Cut the 6 best performing of 13 years yet outpace the S&P 500 – Sound crazy...?**

1 RAM® Score is a patented "trending" tool that takes into account several dynamic U.S. market and economic indicators. It features a core baseline which allows for correlation between these multiple indicators so that they may be combined together for an overall RAM® Score. As a trending tool, we believe that a positive RAM® Score means odds are stacked in favor of equity investments while a negative RAM® Score means odds are stacked against equity investments.

2 Scholar Series investment strategies use RAM® Score plus qualitative & quantitative qualification criteria to select targeted holdings across multiple indexes.

3 Mapper Score™ is a proprietary "trending" tool that takes into account several dynamic components of the underlying stocks represented within an index. It identifies certain strengths of individual stocks contained within an index and tracks how many meet minimum requirements. As a trending tool, we believe that the higher the percentage of qualifying stocks, the greater the strength of the overall index.

4 Freedom Series investment strategies use Mapper Score™ plus momentum & technical qualification criteria to select targeted holdings within a single index.

5 Portformulas® investment strategies & scoring mechanisms do not guarantee that the markets will increase when scores are strong or decrease when the scores are weak. But we believe the long term correlation may be valuable for investing... Combining the trending features of RAM® Score & Mapper Score™ with our intricate Scholar & Freedom Formulaic Investing™ Strategies results in a uniquely logical approach to investing that is exclusively available through Portformulas®.

The overall RAM® Score has decreased from +65.36 last month to +57.22 this month... and the Mapper Score™ has remained at 0 of 10 increasing; although one remained even to result in just 9 of 10 decreasing (rather than 10 of 10 decreasing).

It is vitally important you understand the difference between being a buy & hold investor and a long-term investor. Many believe these terms are interchangeable... Yet the reality is that they are anything but interchangeable... In fact, thinking that they are interchangeable may result in a costly mistake for you. You see, you can be a long-term investor without being a buy & hold investor, but you cannot be a buy & hold investor without being a long-term investor (more on this later).

Risk management and the importance of keeping your "head above water" (sidestepping negative return years whenever possible) may be the most important qualities for any investor with an eye toward retirement. However, many financial industry talking-heads will waste your time by focusing on "who posted the greatest returns" in any given year. Unfortunately, this often leads many investors astray – especially once they nervously panic and then begin "chasing returns" by seeking out those that "won" last year in anticipation that they will again "win" this year or next year.

— BEWARE —

To understand this completely let's begin by looking at some annual investment returns. To eliminate any annual performance bias, the "Portformulas Portfolio" (listed in the chart below) represents an equal-weighting of all our Portformula Scholar Series w/RAM Score Fusion (for a total of 6 models – please see the attached hypothetical for all the proper disclosure and a full detailed description of each model). Also, it is important to note that one cannot invest directly in the S&P 500 index (as listed in the chart below), but may invest in an S&P 500 no-load mutual fund or ETF.

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Portformulas Portfolio	8.51%	9.75%	66.12%	17.37%	10.93%	17.55%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	26.12%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%

First off, I will contend that the "Portformulas Portfolio" investor **IS NOT** a buy & hold investor, but on the other hand **IS** a long-term investor.

So what is the difference? ??

Again, simply put a buy & hold investor **IS** a long-term investor... But a long-term investor **IS NOT** necessarily a buy & hold investor. The Portformulas investor, for example, has hired us to apply our "formulaic trending" criteria and therefore spent 2008 invested in bond mutual funds, not equities (see chart above). And hypothetically, the same would have occurred in 2001 and 2002 – Whereas the S&P 500 buy & hold investor would have simply remained steadfast with the S&P 500 during those challenging years (again see chart above).

The real difference is in how we manage investment risk via formulaic trends – Which also leads to the importance of keeping one's head above water (sidestepping negative return years whenever possible). For a complete understanding, let's now take those annual returns and turn them into real dollars by reviewing an initial investment of \$100,000 and then comparing the end results...

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Running a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	66.12%	17.37%	10.93%	17.55%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	26.12%	\$562,422
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

Next let's start stripping-away the highest performing return years on the Portformulas Portfolio in order to illustrate the true value of keeping one's head "above water"...

THIS IS SUPER-INTERESTING ANALYSIS...

#1 Assume the 1-best performing Portformulas year to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	17.37%	10.93%	17.55%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	26.12%	\$338,563
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#2 Assume the 2-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	17.37%	10.93%	17.55%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	0.00%	\$268,445
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#3 Assume the 3-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	17.37%	10.93%	0.00%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	0.00%	\$228,367
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#4 Assume the 4-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	0.00%	10.93%	0.00%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	0.00%	\$194,570
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#5 Assume the 5-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	0.00%	10.93%	0.00%	9.11%	1.68%	0.00%	12.77%	0.64%	3.27%	0.00%	\$171,775
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#6 Assume the 6-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	0.00%	10.93%	0.00%	9.11%	1.68%	0.00%	0.00%	0.64%	3.27%	0.00%	\$152,323
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965

#7 Assume the 7-best performing Portformulas years to be 0.00% then run a straight-line comparison:

\$100,000 Investment	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Ending Dollars
Portformulas Portfolio	8.51%	9.75%	0.00%	0.00%	0.00%	0.00%	9.11%	1.68%	0.00%	0.00%	0.64%	3.27%	0.00%	\$137,315
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	\$139,965



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Empowering Advisors & Investors

It's quite telling to illustrate that one would need to strip-away the 7-best performing Portformulas years (in a 13-year timeframe) in order for the S&P 500 to meet or beat the value of our formulaic trending. That's the equivalent of removing the top 50% return years from the hypothetical portfolio just to come within spitting-distance of the S&P 500 over those most recent 13 years!

You see, it's not the best years that matter the most... It's the worst years that cost you the most!



Think of the math on the previous page. I stripped-away the best 7-years of performance returns and ended up virtually in-line with the S&P 500 performance over the same timeframe. Stop and think how compelling that truly is...

The financial media and financial industry try to get you to focus on their best years and ignore their worst years. Yet I just walked you through the exact opposite exercise. Instead, I cut-away the best years and retained the worst years. Then I asked you to compare the results to the S&P 500.

Let that sink in for a minute... Now isn't that one of those things that just makes you go hmmm...?

"Hmmm..."

Couldn't you just be pushed over with a feather right now?

Don't worry almost everyone goes through the exact same realization. My guess is that you have never before contemplated whether you really wish to be a buy & hold investor vs. a trending investor. And yet now that you have the data, it's a pretty easy decision – isn't it?

Essentially, a Portformulas investor is just that. A long-term trending investor rather than a long-term buy & hold investor. At the surface it doesn't sound like such a dramatic difference. But once you walk through the mathematics, it becomes hard to argue with the logic (at least that's what I think).

I would like to suggest that today become your turning-point as an investor.

I would like to further suggest that the next time someone asks you what kind of investor you are, you respond by describing yourself as a "long-term trending investor"... And then if you'd like to refer that person to a financial advisor well-versed in Portformulas, I'd greatly appreciate it!

Best of Investing,
Mike Walters, CEO

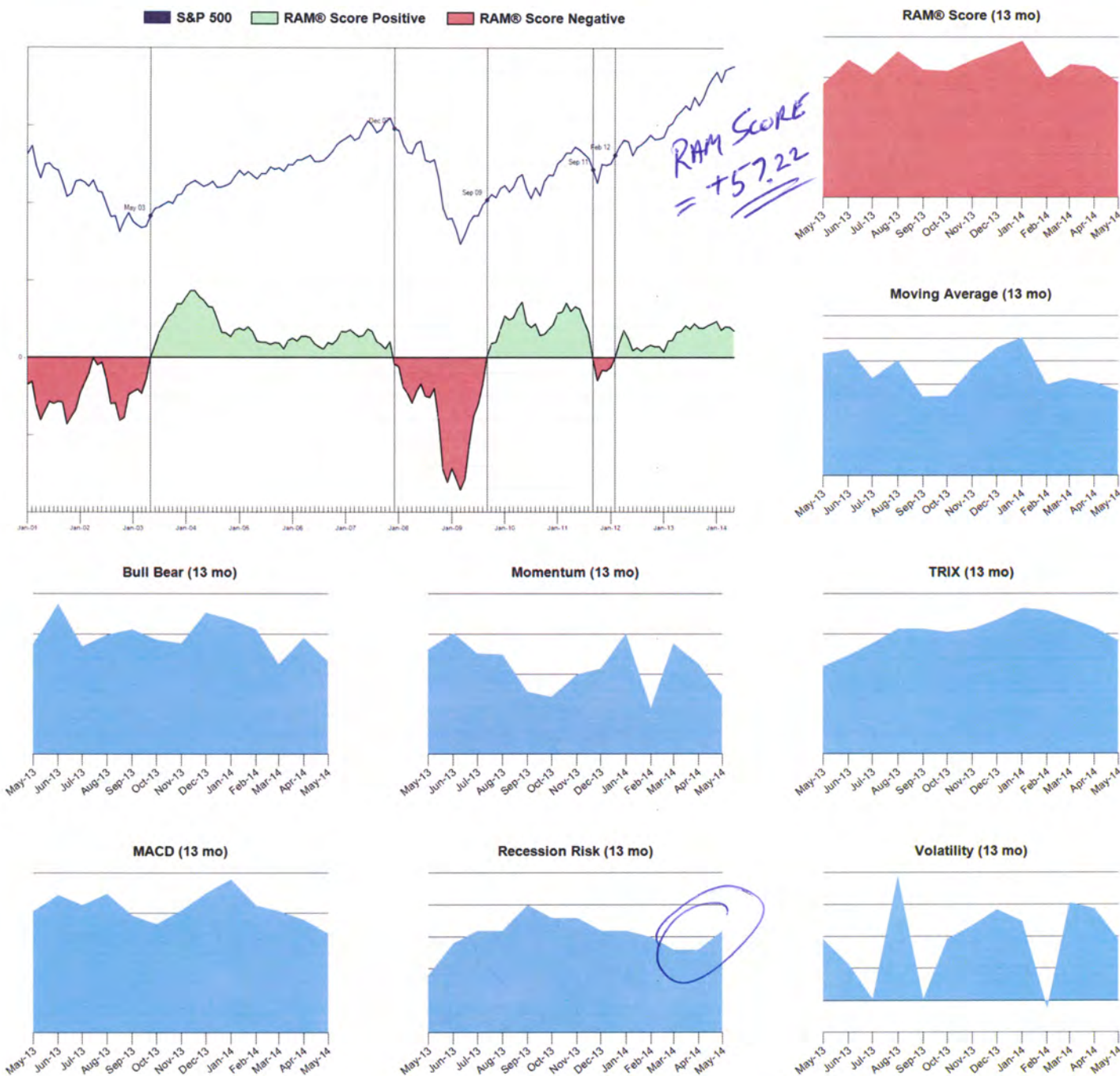
THANKS FOR CHOOSING
& TRUSTING PORTFORMULAS!



1 RAM® Score is a patented “trending” tool that takes into account several dynamic U.S. market and economic indicators. It features a core baseline which allows for correlation between these multiple indicators so that they may be combined together for an overall RAM® Score. As a trending tool, we believe that a positive RAM® Score means odds are stacked in favor of equity investments while a negative RAM® Score means odds are stacked against equity investments.

2 Scholar Series investment strategies use RAM® Score plus qualitative & quantitative qualification criteria to select targeted holdings across multiple indexes.

Investing Note... We believe there are significant seasonal trends that historically occur in the market. The **RAM® Score** identifies what we view as the trends or “changing seasons”. And then the **Scholar Series** seeks to act upon such trends and only own the stocks that meet our qualification criteria.



*6 OF 7 RAM SCORE
SUBCOMPONENTS DECLINING
THIS MONTH.*

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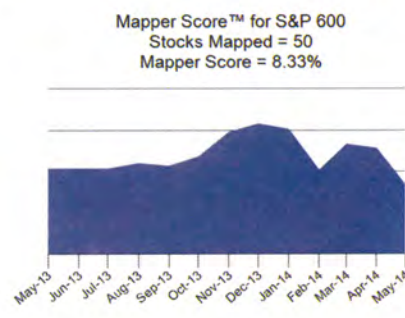
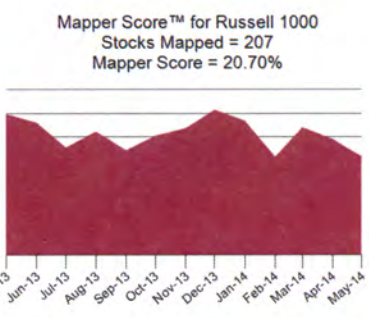
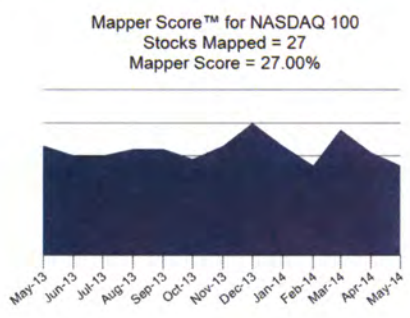
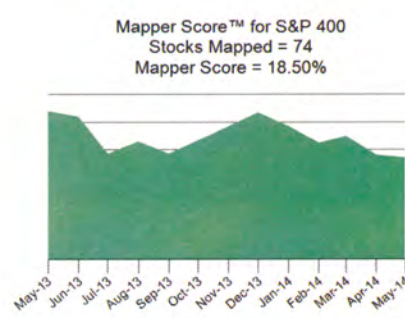
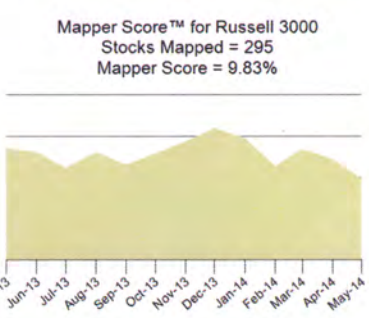
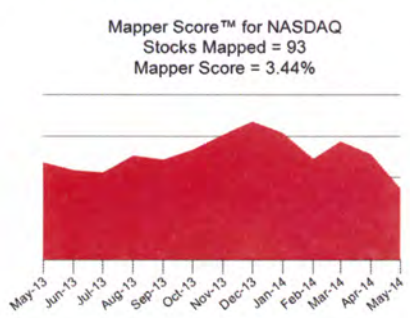
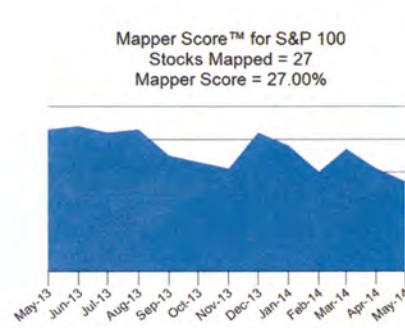
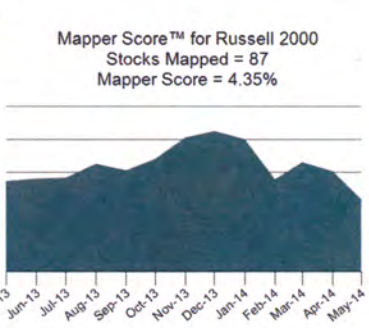
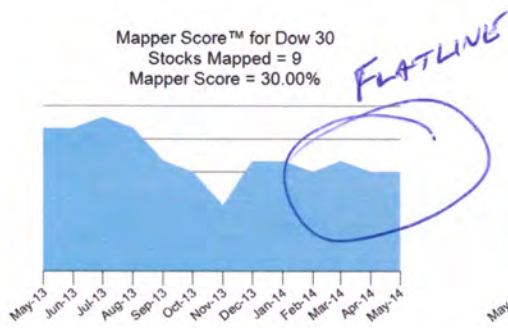
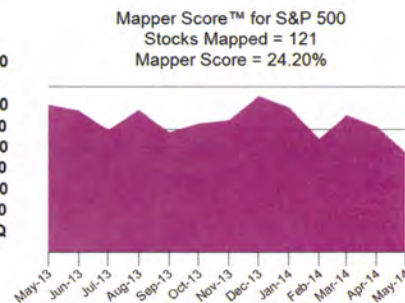
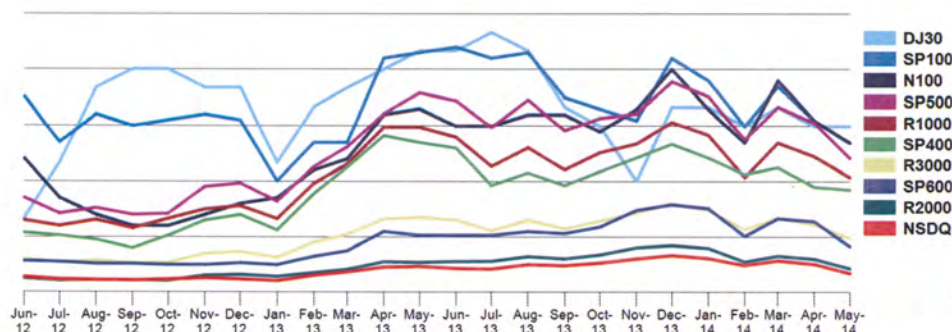
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Investing Note... We do not believe that all stocks within an index are automatically worthy of ownership. The **Mapper Score™** illustrates how many stocks we view as “worthy of consideration” within each index. And then the **Freedom Series** seeks to only own the stocks that meet our qualification criteria.



9 OF 10 DECREASING FOR THIS MONTH.

5 Portformulas® investment strategies & scoring mechanisms do not guarantee that the markets will increase when scores are strong or decrease when the scores are weak. But we believe the long term correlation may be valuable for investing... Combining the trending features of RAM® Score & Mapper Score™ with our intricate Scholar & Freedom Formulaic Investing™ Strategies results in a uniquely logical approach to investing that is exclusively available through Portformulas®.

Please note that there are a number of important disclosures that must be considered before investing in Portformulas. Please read the information and disclosures contained in Portformulas' hypothetical carefully before investing. Any performance figures referenced herein are hypothetical and are not indicative of future results. Purchases and sales of securities within Portformulas' various strategies may be made without regard to how long you have been invested which could result in tax implications.

RAM Score and Mapper Score General Disclosures

The RAM Score and Mapper Score illustrations do not represent any particular Portformula strategy nor are they intended to recommend any Portformula strategy or the RAM Score feature. The information contained herein simply attempts to illustrate how our firm's RAM Score feature and Mapper Score operate. The RAM Score feature can be applied to many Portformula models at no additional cost. The Mapper Score is simply an analytical informational tool.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. RAM Score movement prior to 2010 is hypothetical and based on retroactive application of RAM Score's indicators to market and economic conditions existing at the time. Portformulas was not managing assets prior to 2007.

It is important to understand that RAM Score is only a tool designed to assist our firm's management of your account. RAM Score does not guarantee any specific results or performance and even with RAM Score on your account, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses. Any Portformula strategy may underperform or produce negative results.

Just because Portformulas maps a stock does not mean that the stock will be held in a model. Client accounts may hold fewer stocks than those referenced in the Mapper Score illustration. Mapper Score has no impact on performance.

The RAM Score illustration utilizes the S&P 500 index because it is a well-known index and provides a recognizable frame of reference. The Mapper Score analysis uses the referenced indices because they are relevant comparisons across certain Portformula models. The indices referenced herein are not publicly available investment vehicles and cannot be purchased. Furthermore, none of the indices referenced herein have endorsed Portformulas in any way.

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HYPOTHETICAL

May 13, 2014

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IMPORTANT NOTICE: Past performance is no guarantee of future results. Your actual results may vary. Investing carries an inherent element of risk. Potential for substantial loss in principal and income exists. This material is not complete unless all pages are included.

IMPORTANT INVESTOR INFORMATION

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" in order to manage portfolios based upon a formula consisting of one or more specific step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as Formulaic Investing™ using a Portformula® Investment Strategy.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. In a Traditional Portformula Strategy all dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. In a Preferred Stock Strategy, the client is given the option to either have dividends reinvested back into the strategy or to have the dividends distributed in the form of income on a quarterly basis. We provide transparency of the automated, step-by-step, investment strategy qualification criteria. Traditional Portformula® Investment Strategies use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process while Preferred Stock Strategies eliminate a majority of the human emotion from the investment selection process.

We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. In other words, the Portformula® will ultimately identify which holdings to own, how long to own them, and when to sell them. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only accept holdings that specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Keep in mind, Portformula® Investment Strategies are mechanically managed portfolios, meaning there is strict adherence to an identifiable, step-by-step, quantitative methodology and model for investing that is used in the investment selection process. It is important to note that Portformula® Investment Strategies are quantitative in nature. We do not deviate from or manipulate the specific step-by-step investment strategy qualification criteria. While this mechanically removes a majority of the human emotion and bias, it also means that no human intervention will take place, regardless of market conditions, events, or individual occurrences relating to any of the holdings; which may result in greater risk. The individual investor may contact Portformulas® to make an investment change, but Portformulas® operates solely pursuant to the "Limited Authority of Execution" as described in the INVESTMENT MANAGEMENT AGREEMENT and signed by each investor.

Investing carries an inherent element of risk, including the potential for substantial loss in principal and income. Portformula® Investment Strategies, may invest in any qualifying holding. This may mean that the Portformula®, periodically or otherwise, may be concentrated in particular holdings that may increase or create greater risk than other investment alternatives. This may also mean that the Portformula®, periodically or otherwise, may be concentrated in specific investment sectors or categories that may represent greater risk than that of other investment sectors or categories.

An investment in any Portformula® Investment Strategy should be made with an understanding of the risks involved with investing in various forms of securities including economic recession, financial deterioration and/or the general condition of the stock market. As with all historical data, past performance is not an indication, or guarantee, of future results. Portformulas® may incur additional risk and/or volatility in comparison to any indices or other investments.

Portformulas periodically utilizes the following well-known indexes for comparative purposes: S&P 500, Dow Jones Industrial Average (DJIA), NASDAQ, Russell 2000, Dow Jones Corporate Bond Index ("DJCBP") and the Treasury Bond 10-Year Yield. Indexes are not publically-available investment vehicles and cannot be purchased. The S&P 500, DJIA, NASDAQ, Russell 2000, DJCBP and the Treasury Bond 10-Year Yield have not endorsed Portformulas® in any way.

Purchases and sales of stocks, ETFs, mutual funds, bond funds, and money market funds may be made without regard to how long you have owned the securities. Frequent movement between stocks, ETFs, mutual funds, bond funds, and money market funds can result in tax implications, which should be considered before investing. The ongoing trading and turnover of holdings may create significant short term capital gains and/or long term capital gains in addition to interest and dividends creating income tax liability. Money market funds may have limited or no insurance guarantees and it is possible to lose money in a money market fund. ETF shareholders are subject to risks similar to holders of other portfolios, such as mutual funds. ETF fees and standard fund charges may result in the investment return of the ETF or fund being lower than that of the underlying benchmark index. Corporate bond funds are not backed by the United States government and the underlying bonds could default if the issuer encounters financial difficulties. Money market funds may have limited or no insurance guarantees and it is possible to lose money in a money market fund. It is important to note that any strategy may underperform or produce negative results.

IMPORTANT NOTICE: Past performance is no guarantee of future results. Your actual results may vary. Investing carries an inherent element of risk. Potential for substantial loss in principal and income exists. This material is not complete unless all pages are included.

Charges and Fees

Monthly Account Management Fees: (may be modified with 30-days advance notice)

Account Value			AUM Formula Fee Annualized	Portfolio Fee Annualized	Combined Total Fee Annualized
• \$35,000.00	but less than	\$500,000.00	1.44%	1.44%	2.88%
• \$500,000.00	but less than	\$1,000,000.00	1.32%	1.32%	2.64%
• \$1,000,000.00	but less than	\$2,000,000.00	1.20%	1.20%	2.40%
• \$2,000,000.00	but less than	\$3,000,000.00	1.08%	1.08%	2.16%
• \$3,000,000.00	but less than	\$4,000,000.00	0.96%	0.96%	1.92%
• \$4,000,000.00	but less than	\$5,000,000.00	0.84%	0.84%	1.68%
• Larger accounts may be negotiable based upon size.			0.84%	0.72%	1.56%
			0.84%	0.60%	1.44%
			0.84%	0.48%	1.32%

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. In a Traditional Portformula Strategy all dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria.

Traditional Account Fees: (may be modified with 30 days prior written notice)

- Annualized Management Fees calculated and charged monthly
- Standard monthly buy/sell ticket charges no charge
- Standard monthly buy/sell maximum transaction charges .0045 cent per share

Special Service Fees: (may be modified with 30 days prior written notice)

- Check distribution \$20 per occurrence
- Account termination for cash \$125 as cash
- Account termination for in-kind \$250 as equity holdings
- Wired funds \$25 per wire

Other special service fees may apply and can be verified by calling Portformulas® directly.

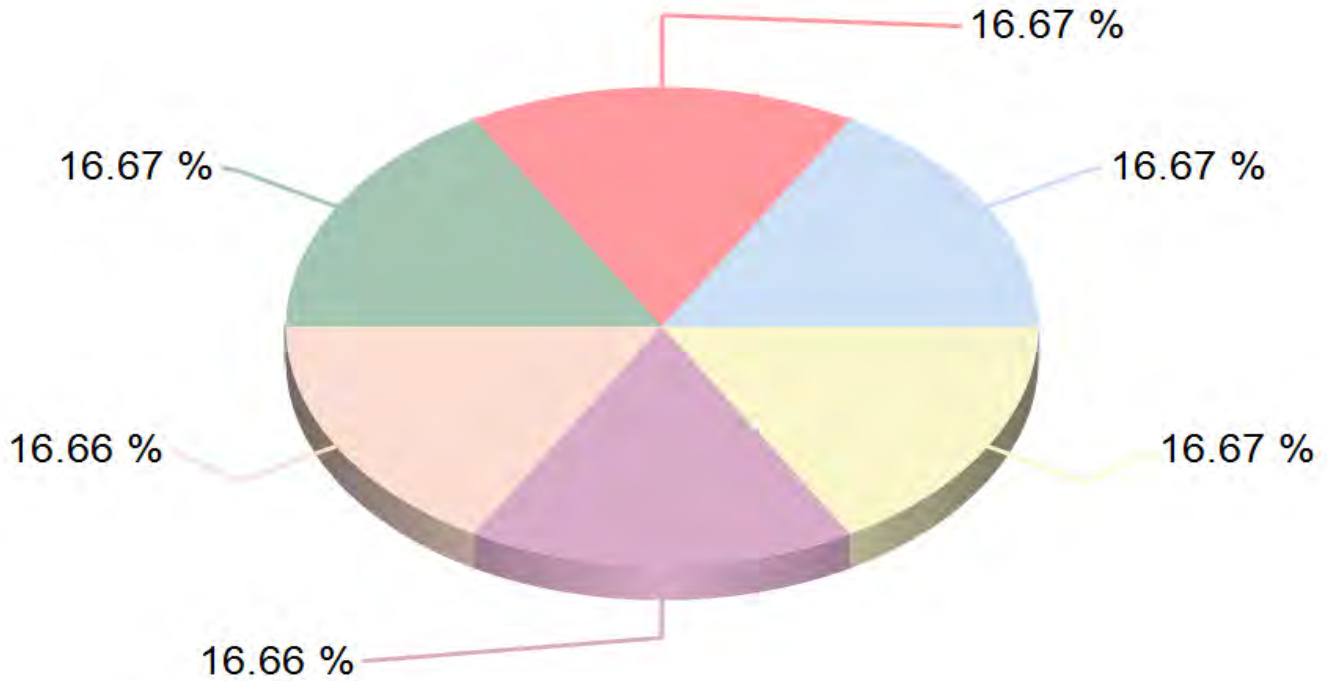
Other Considerations: (may be modified with 30 days prior written notice)

- Each client receives 24/7 online access to their account information.
- Each client receives monthly "paper" statements in addition to 24/7 online access.
- Account minimum is \$35,000
- \$15,000 minimum per Portformula®.

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Formulaic Investing™ Strategy Allocation

These Portformulas® have been selected for a total investment of \$1,000,000

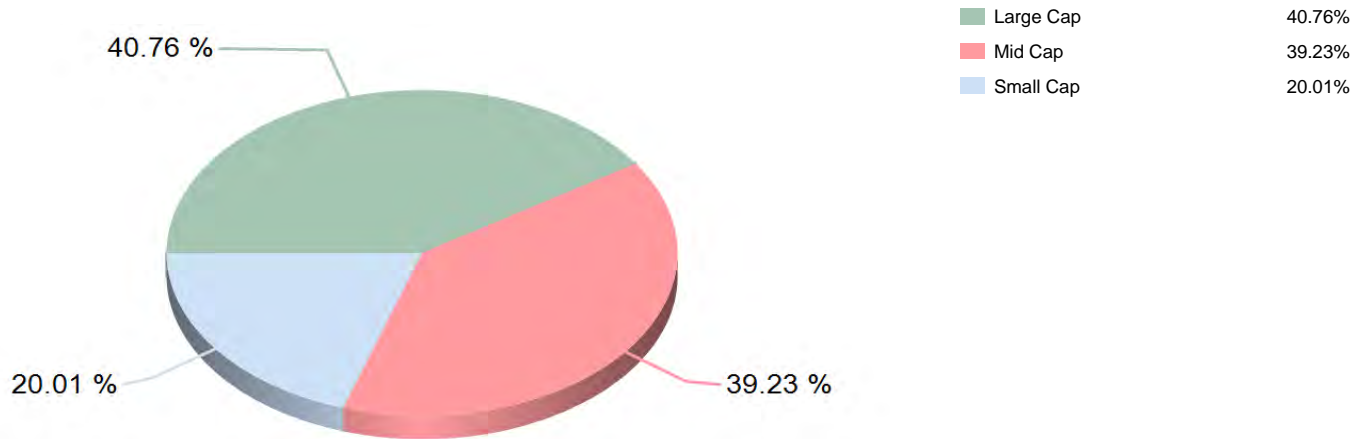


Brigade Social w/ RAM® Score Fusion	16.67%	\$166,700
Platoon Cross Blend w/ RAM® Score Fusion	16.67%	\$166,700
Regiment Value w/ RAM® Score Fusion	16.67%	\$166,700
Squadron Growth w/ RAM® Score Fusion	16.67%	\$166,700
Battalion Cross Blend w/ RAM® Score Fusion	16.66%	\$166,600
Brigade Growth & Value w/ RAM® Score Fusion	16.66%	\$166,600
Total:	100.00%	\$1,000,000

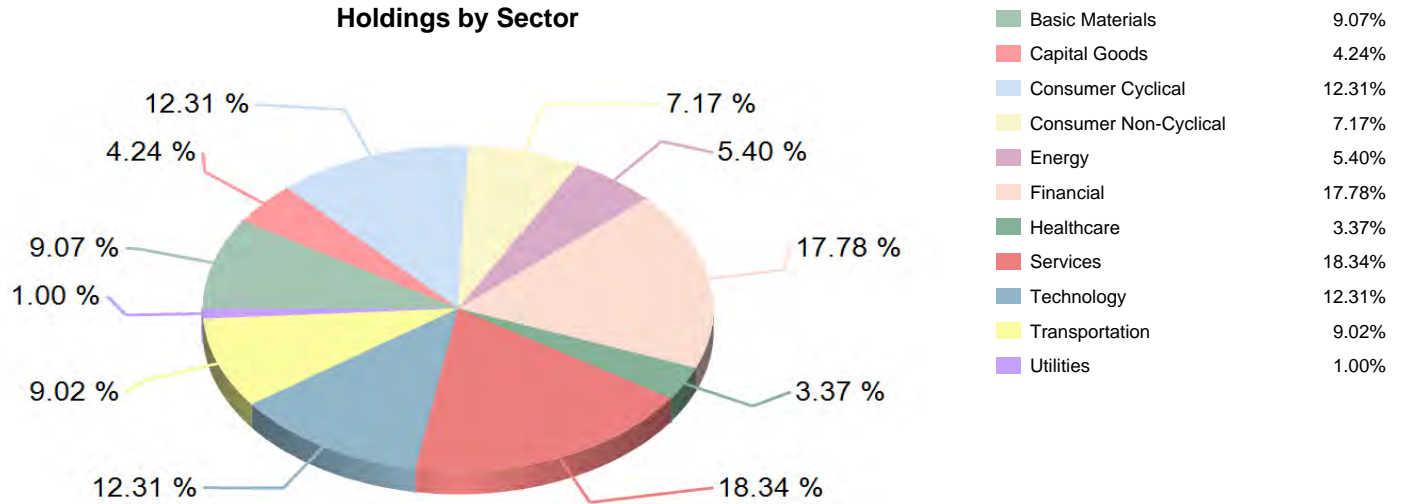
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Portformulas Diversified Allocation
(A SUMMARY COMPILATION OF ALL PORTFORMULAS® IN YOUR PORTFOLIO)

Holdings by Market Cap



Holdings by Sector



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DIVERSIFIED PORTFORMULA® PERFORMANCE

(A SUMMARY COMPILATION OF ALL PORTFORMULAS® IN YOUR PORTFOLIO)

HISTORICAL PERFORMANCE VS. S&P 500

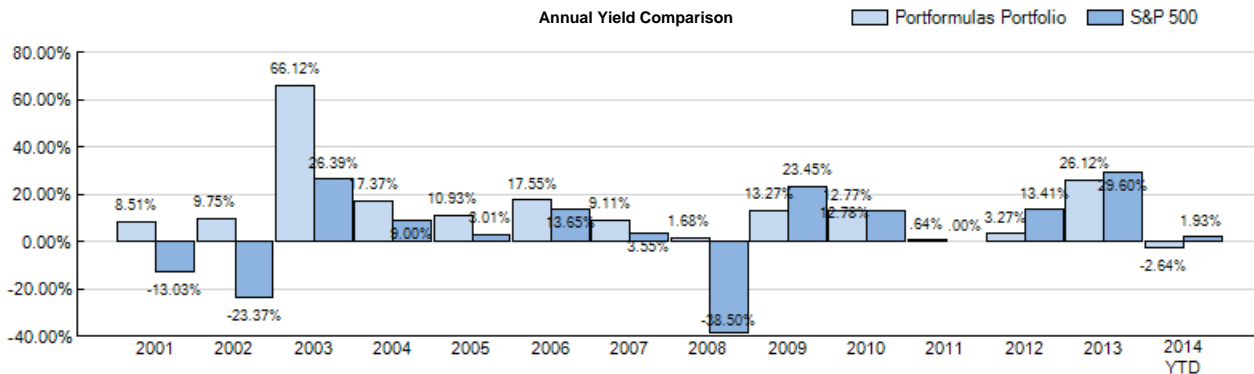
(Available Beginning 2001)



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Portformulas Portfolio	8.51%	9.75%	66.12%	17.37%	10.93%	17.55%	9.11%	1.68%	13.27%	12.77%	0.64%	3.27%	26.12%	-2.64%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills.

The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

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BRIGADE SOCIAL w/RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE BRIGADE SOCIAL INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

APPLYING SOCIALLY RESPONSIBLE EXPECTATIONS

- The company must not be in the alcoholic beverages industry.
- The company must not be in the casinos and gaming industry.
- The company must not be in the tobacco industry.
- The company must not have a SIC code of 8093 or 8399 to eliminate the abortion industry.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's market capitalization must be greater than or equal to \$1 billion dollars.
- The company's operating income must be positive for the trailing twelve months.
- The company's operating income must also be positive for each of the last seven fiscal years.
- The company's return on equity must be greater than 15% for the trailing twelve months.
- The company's return on equity must also be greater than 15% for each of the last three fiscal years.
- The company's long term debt to equity for the most recent fiscal quarter must be less than the industry's median debt to equity for the same timeframe.
- The company's operating margin for the trailing twelve months must be greater than the industry's median operating margin for the same timeframe.
- The company's net profit margin for the trailing twelve months must be greater than the industry's median net profit margin for the same timeframe.
- The company's change in share price must be greater than the change in retained earnings per share, or book value change, over the last five fiscal years.
- The company's price to free cash flow ratio divided by the free cash flow growth rate must be positive, but less than or equal to two.
- The company's price to free cash flow per share ratio for the trailing twelve months must be less than or equal to thirty.

OR

- The company's price earnings ratio must be less than the industry's median price earnings ratio.
- The company's price earnings ratio must be less than the five year average price earnings ratio.
- The company's price earnings ratio to the sum of the five year earnings per share growth rate including the five year dividend yield must be less than one.
- The company's five year earnings per share growth rate from continuing operations must be less than 50 percent.
- The company's percentage of common stock owned by institutions must be less than the median percentage of institutional ownership for the stock market.
- The company's total liabilities to total assets for the last fiscal quarter must be less than the industry's median total liabilities to total assets for the same timeframe.
- The company's insider buy trades for officers and directors during the last six months must be zero or more.
- The company's insider sell trades for officers and directors during the last six months must be zero.

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OR

- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than that of each of the same four fiscal quarters one year earlier.
- The company's sales growth for the most recent fiscal quarter must be greater than that of the same quarter one year earlier.
- The company's growth in sales from the most recent fiscal quarter to the same quarter one year earlier must be greater than that of the previous fiscal quarter to the same quarter one year earlier.
- The company's diluted earnings per share for the trailing twelve months must be greater than or equal to that of the last fiscal year.
- The company's diluted earnings per share for each of the last two fiscal years must be greater than that of the previous fiscal year.
- The company's annualized growth rate in diluted earnings per share from continuing operations over the last three years must be greater than or equal to fifteen percent.
- The company's annualized sales growth over the last three years must be greater than or equal to fifteen percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than the growth in earnings between the sum total of the prior three fiscal quarters and the same three quarters one year ago – OR – The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to thirty percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to the annualized growth rate in diluted earnings per share from continuing operations over the last three years.
- The company's price earnings ratio must be greater than five and less than one and one-half times the median price earnings ratio for the stock market.
- The company stock's relative strength over the last twenty-six weeks must be positive.
- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's industry must not be identified as miscellaneous financial services or real estate operations.
- The company stock's trading volume average for the last three months must be within the top seventy-five percent of the stock market.

COMPLETING THE BRIGADE SOCIAL INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTRRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, it is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

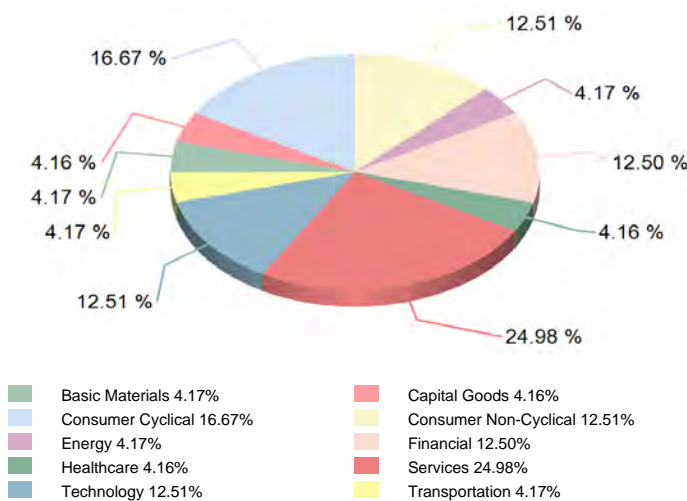
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BRIGADE SOCIAL w/RAM® SCORE FUSION PORTFORMULA® HOLDINGS

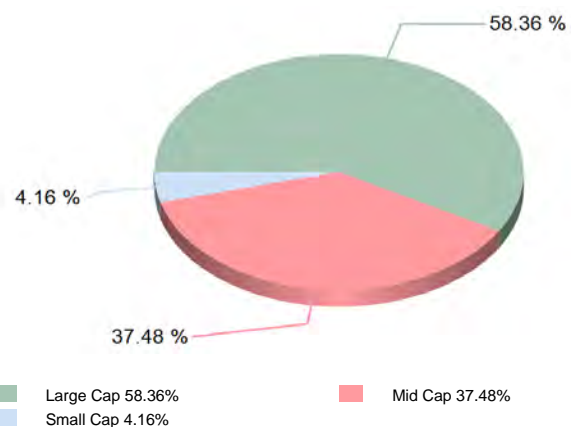
Holdings as of May 2, 2014 - Current # of Holdings: 24

Ticker	Company Name	Exchange	Sector	Market Cap
BBBY	Bed Bath & Beyond Inc.	NASDAQ	Services	Large Cap
BMA	Banco Macro SA (ADR)	NYSE	Financial	Mid Cap
CHE	Chemed Corporation	NYSE	Healthcare	Mid Cap
CSTE	Caesarstone Sdot-Yam Ltd	NASDAQ	Capital Goods	Mid Cap
CTCM	CTC Media, Inc.	NASDAQ	Services	Mid Cap
DECK	Deckers Outdoor Corp	NASDAQ	Consumer Cyclical	Mid Cap
DLTR	Dollar Tree, Inc.	NASDAQ	Services	Large Cap
ECOL	US Ecology Inc	NASDAQ	Services	Small Cap
FDS	FactSet Research Systems Inc.	NYSE	Technology	Mid Cap
FFIV	F5 Networks, Inc.	NASDAQ	Technology	Large Cap
GMCR	Keurig Green Mountain Inc	NASDAQ	Consumer Non-Cyclical	Large Cap
GNTX	Gentex Corporation	NASDAQ	Consumer Cyclical	Mid Cap
GPC	Genuine Parts Company	NYSE	Consumer Cyclical	Large Cap
HRL	Hormel Foods Corp	NYSE	Consumer Non-Cyclical	Large Cap
LSTR	Landstar System, Inc.	NASDAQ	Transportation	Mid Cap
NTES	NetEase, Inc (ADR)	NASDAQ	Services	Large Cap
NUS	Nu Skin Enterprises, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
OIS	Oil States International, Inc.	NYSE	Energy	Large Cap
QCOM	QUALCOMM, Inc.	NASDAQ	Technology	Large Cap
SBNY	Signature Bank	NASDAQ	Financial	Large Cap
SHOO	Steven Madden, Ltd.	NASDAQ	Consumer Cyclical	Mid Cap
SIAL	Sigma-Aldrich Corporation	NASDAQ	Basic Materials	Large Cap
SNI	Scripps Networks Interactive,	NYSE	Services	Large Cap
TROW	T. Rowe Price Group Inc	NASDAQ	Financial	Large Cap

Holdings By Sector



Holdings By Market Cap



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BRIGADE SOCIAL w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

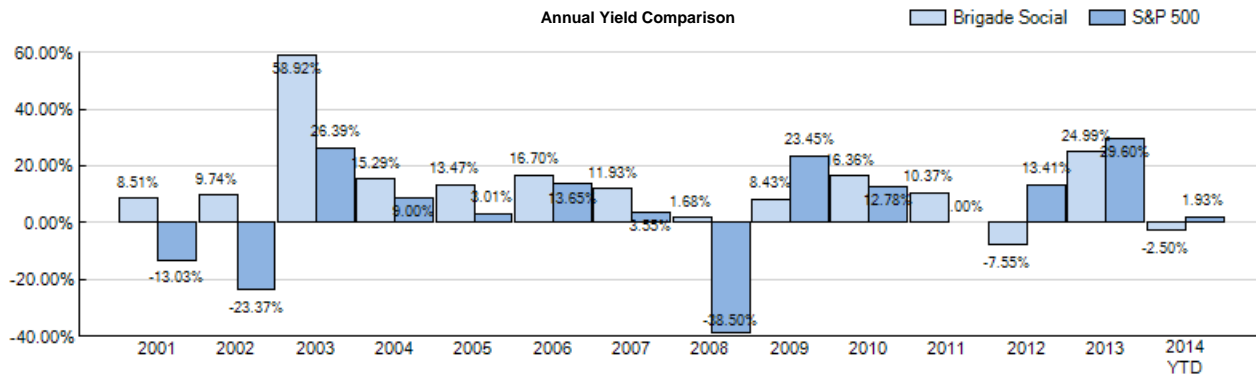
**Dollar Value of a \$166,700 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Brigade Social	8.51%	9.74%	58.92%	15.29%	13.47%	16.70%	11.93%	1.68%	8.43%	16.36%	10.37%	-7.55%	24.99%	-2.50%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Brigade Social model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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PLATOON CROSS BLEND w/ RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE PLATOON CROSS BLEND INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's price earnings ratio must be less than or equal to the bottom forty percent of the stock market.
- If the company is listed on the NYSE it must have market capitalization for the last fiscal quarter that is within the top thirty percent of the stock market.
- If the company is listed on the AMEX or NASDAQ it must have market capitalization for the last fiscal quarter that is within the top fifteen percent of the stock market.
- The company's total liabilities to total assets ratio for the last fiscal quarter must be less than or equal to the industry's median total liabilities to total assets ratio for the same timeframe.
- The company must have four or more analysts providing earnings estimates for the current fiscal year.
- The company's current earnings estimate for both the current fiscal year and the next fiscal year must be greater than it was one month ago.
- The company must have at least one analyst that has increased the earnings estimate for the current fiscal year as well as at least one analyst who has increased the earnings estimate for the next fiscal year.
- The company must have no downward revisions in the earnings estimates for either the current fiscal year or the next fiscal year.

OR

- The company's price earnings ratio must be less than or equal to the bottom forty percent of the stock market.
- The company's market capitalization for the last fiscal quarter must be within the top thirty percent of the stock market.
- The company's total liabilities to total assets ratio for the last fiscal quarter must be less than or equal to the sector's median total liabilities to total assets ratio for the same timeframe.
- The company's current dividend yield must be greater than or equal to one and one-half percent.
- The company's earnings per share growth rate for both the most recent twelve months and last fiscal year must be greater than or equal to the median stock market earnings per share growth rate for the same timeframes.
- The company's estimated earnings per share for the current fiscal year must be greater than the reported earnings per share for the last fiscal year.
- The company's estimated earnings per share for the next fiscal year must be greater than the estimated earnings for the current fiscal year.

OR

- The company must have five or more analysts providing earnings estimates for the current fiscal year.
- The company must have one or more upward revisions in the earnings per share estimate for the current fiscal year over the previous month.
- The company must have zero downward revisions in the earnings per share estimate for the current fiscal year over the previous month.
- The company must have one or more upward revisions in the earnings per share estimate for the next fiscal year over the previous month.
- The company must have zero downward revisions in the earnings per share estimate for the next fiscal year over the previous month.
- The company's latest earnings per share estimate for the current fiscal year must be increased greater than or equal to 5% compared to the previous month.
- The company's latest earnings per share estimate for the next fiscal year must be increased greater than or equal to 5% compared to the previous month.

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OR

- The company's market capitalization must be greater than or equal to \$1 billion dollars.
- The company's operating income must be positive for the trailing twelve months.
- The company's operating income must also be positive for each of the last seven fiscal years.
- The company's return on equity must be greater than 15% for the trailing twelve months.
- The company's return on equity must also be greater than 15% for each of the last three fiscal years.
- The company's long term debt to equity for the most recent fiscal quarter must be less than the industry's median debt to equity for the same timeframe.
- The company's operating margin for the trailing twelve months must be greater than the industry's median operating margin for the same timeframe.
- The company's net profit margin for the trailing twelve months must be greater than the industry's median net profit margin for the same timeframe.
- The company's change in share price must be greater than the change in retained earnings per share, or book value change, over the last five fiscal years.
- The company's price to free cash flow ratio divided by the free cash flow growth rate must be positive, but less than or equal to two.
- The company's price to free cash flow per share ratio for the trailing twelve months must be less than or equal to thirty.

COMPLETING THE PLATOON CROSS BLEND INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTTRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, it is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

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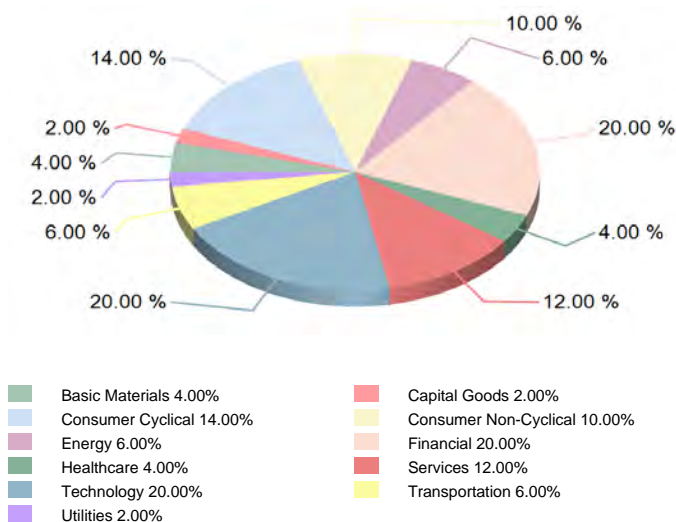
PLATOON CROSS BLEND w/ RAM® SCORE FUSION PORTFORMULA® HOLDINGS

Holdings as of May 2, 2014 - Current # of Holdings: 50

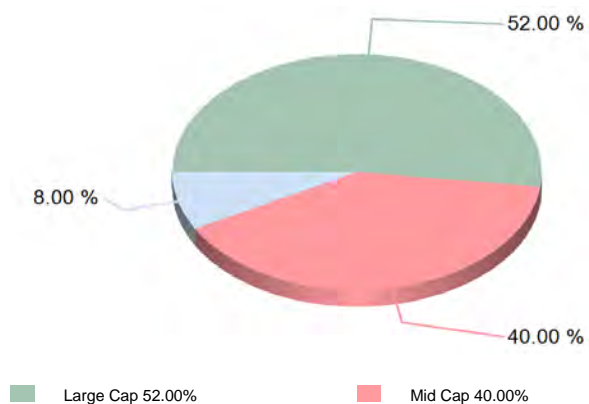
Ticker	Company Name	Exchange	Sector	Market Cap
AFFX	Affymetrix, Inc.	NASDAQ	Technology	Small Cap
AHL	Aspen Insurance Holdings Limit	NYSE	Financial	Mid Cap
BAS	Basic Energy Services, Inc.	NYSE	Energy	Mid Cap
BHE	Benchmark Electronics, Inc.	NYSE	Technology	Mid Cap
BMA	Banco Macro SA (ADR)	NYSE	Financial	Mid Cap
CNA	Cna Financial Corp	NYSE	Financial	Large Cap
DAL	Delta Air Lines, Inc.	NYSE	Transportation	Large Cap
DDS	Dillard's, Inc.	NYSE	Services	Mid Cap
DECK	Deckers Outdoor Corp	NASDAQ	Consumer Cyclical	Mid Cap
DLTR	Dollar Tree, Inc.	NASDAQ	Services	Large Cap
FDS	FactSet Research Systems Inc.	NYSE	Technology	Mid Cap
FFIV	F5 Networks, Inc.	NASDAQ	Technology	Large Cap
FL	Foot Locker, Inc.	NYSE	Services	Large Cap
GILD	Gilead Sciences, Inc.	NASDAQ	Healthcare	Large Cap
GMCR	Keurig Green Mountain Inc	NASDAQ	Consumer Non-Cyclical	Large Cap
GME	GameStop Corp.	NYSE	Services	Mid Cap
GNTX	Gentex Corporation	NASDAQ	Consumer Cyclical	Mid Cap
GPC	Genuine Parts Company	NYSE	Consumer Cyclical	Large Cap
GXP	Great Plains Energy Incorporat	NYSE	Utilities	Mid Cap
HA	Hawaiian Holdings, Inc.	NASDAQ	Transportation	Small Cap
HRL	Hormel Foods Corp	NYSE	Consumer Non-Cyclical	Large Cap
JASO	JA Solar Holdings Co., Ltd. (A	NASDAQ	Technology	Small Cap
LLL	L-3 Communications Holdings, I	NYSE	Capital Goods	Large Cap
LSTR	Landstar System, Inc.	NASDAQ	Transportation	Mid Cap
MBFI	MB Financial, Inc.	NASDAQ	Financial	Mid Cap

Ticker	Company Name	Exchange	Sector	Market Cap
MSFT	Microsoft Corporation	NASDAQ	Technology	Large Cap
NDAQ	NASDAQ OMX Group, Inc.	NASDAQ	Financial	Large Cap
NTES	NetEase, Inc (ADR)	NASDAQ	Services	Large Cap
NUS	Nu Skin Enterprises, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
OIS	Oil States International, Inc.	NYSE	Energy	Large Cap
OSK	Oshkosh Corporation	NYSE	Consumer Cyclical	Mid Cap
PB	Prosperity Bancshares, Inc.	NYSE	Financial	Mid Cap
PPC	Pilgrim's Pride Corporation	NASDAQ	Consumer Non-Cyclical	Large Cap
QCOM	QUALCOMM, Inc.	NASDAQ	Technology	Large Cap
QCOR	Questcor Pharmaceuticals Inc	NASDAQ	Healthcare	Large Cap
RLI	RLI Corp.	NYSE	Financial	Mid Cap
SANM	Sanmina Corp	NASDAQ	Technology	Mid Cap
SHOO	Steven Madden, Ltd.	NASDAQ	Consumer Cyclical	Mid Cap
SIAL	Sigma-Aldrich Corporation	NASDAQ	Basic Materials	Large Cap
SKX	Skechers USA Inc	NYSE	Consumer Cyclical	Mid Cap
SNI	Scripps Networks Interactive,	NYSE	Services	Large Cap
SNX	SYNNEX Corporation	NYSE	Technology	Mid Cap
SWKS	Skyworks Solutions Inc	NASDAQ	Technology	Large Cap
TROW	T. Rowe Price Group Inc	NASDAQ	Financial	Large Cap
TSN	Tyson Foods, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
TX	Ternium S.A. (ADR)	NYSE	Basic Materials	Large Cap
WAFD	Washington Federal Inc.	NASDAQ	Financial	Mid Cap
WBC	WABCO Holdings Inc.	NYSE	Consumer Cyclical	Large Cap
XOOM	Xoom Corp	NASDAQ	Financial	Small Cap
YPF	YPF SA (ADR)	NYSE	Energy	Large Cap

Holdings By Sector



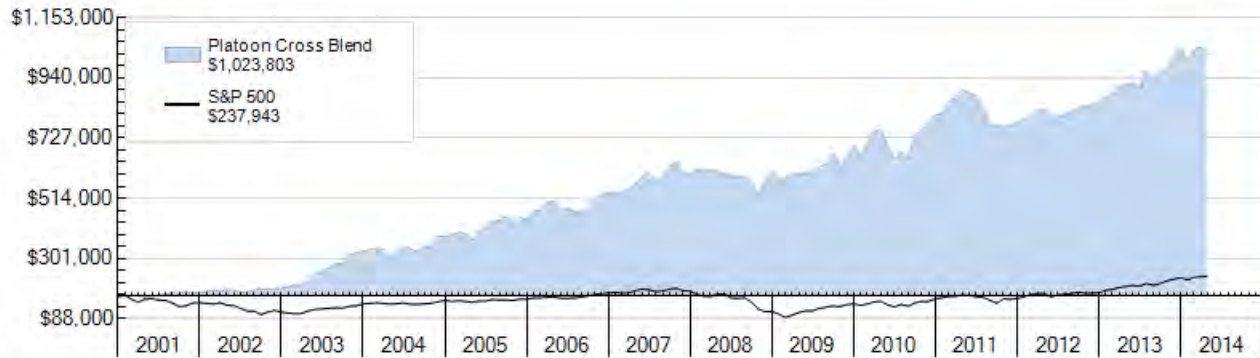
Holdings By Market Cap



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PLATOON CROSS BLEND w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

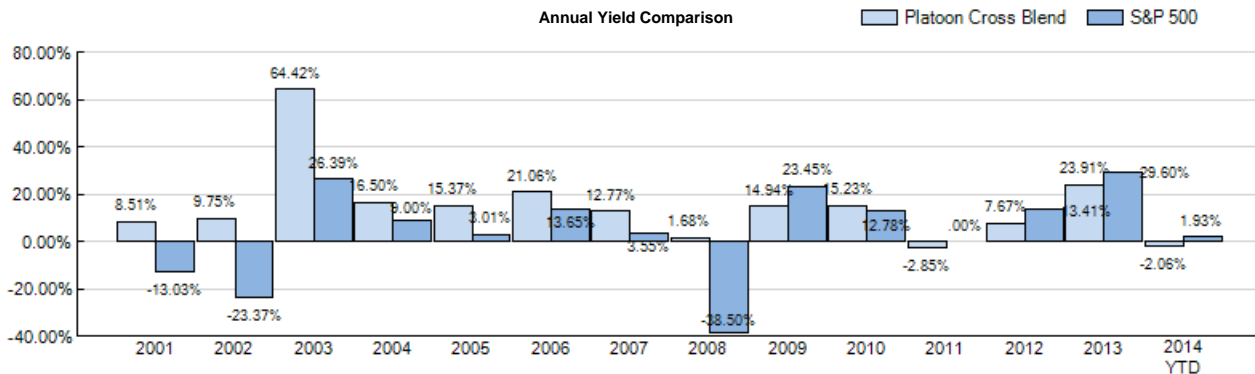
**Dollar Value of a \$166,700 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Platoon Cross Blend	8.51%	9.75%	64.42%	16.50%	15.37%	21.06%	12.77%	1.68%	14.94%	15.23%	-2.85%	7.67%	23.91%	-2.06%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Platoon Cross Blend model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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REGIMENT VALUE w/ RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE REGIMENT VALUE INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's price earnings ratio must be less than or equal to the bottom forty percent of the stock market.
- If the company is listed on the NYSE it must have market capitalization for the last fiscal quarter that is within the top thirty percent of the stock market.
- If the company is listed on the AMEX or NASDAQ it must have market capitalization for the last fiscal quarter that is within the top fifteen percent of the stock market.
- The company's total liabilities to total assets ratio for the last fiscal quarter must be less than or equal to the industry's median total liabilities to total assets ratio for the same timeframe.
- The company must have four or more analysts providing earnings estimates for the current fiscal year.
- The company's current earnings estimate for both the current fiscal year and the next fiscal year must be greater than it was one month ago.
- The company must have at least one analyst that has increased the earnings estimate for the current fiscal year as well as at least one analyst who has increased the earnings estimate for the next fiscal year.
- The company must have no downward revisions in the earnings estimates for either the current fiscal year or the next fiscal year.

OR

- The company's price earnings ratio must be less than or equal to the bottom forty percent of the stock market.
- The company's market capitalization for the last fiscal quarter must be within the top thirty percent of the stock market.
- The company's total liabilities to total assets ratio for the last fiscal quarter must be less than or equal to the sector's median total liabilities to total assets ratio for the same timeframe.
- The company's current dividend yield must be greater than or equal to one and one-half percent.
- The company's earnings per share growth rate for both the most recent twelve months and last fiscal year must be greater than or equal to the median stock market earnings per share growth rate for the same timeframes.
- The company's estimated earnings per share for the current fiscal year must be greater than the reported earnings per share for the last fiscal year.
- The company's estimated earnings per share for the next fiscal year must be greater than the estimated earnings for the current fiscal year.

OR

- The company is not considered a member of the utilities sector.
- The company has sales over the last twelve months of \$400 million or greater.
- The company's current ratio for the last reported fiscal quarter must be greater than or equal to two.
- The company's long-term debt to working capital ratio for the last fiscal quarter must be greater than or equal to 0% and less than or equal to 100%.
- The company's earnings per share for the last twelve months and each of the last seven fiscal years must be positive.
- The company's seven year earnings per share growth rate must be greater than 3%.
- The company must have indicated its intentions to pay a dividend over the next year.
- The company has paid a dividend over the last twelve months and each of the last seven fiscal years.
- The company's price earnings ratio, using an average of earnings over the last three years, must be less than or equal to twenty-five.
- The company's current price earnings ratio multiplied by the price to book ratio must be less than or equal to thirty-seven and one-half.

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OR

- The company's price earnings ratio is among the lowest 10% of the stock market.
- The company's current ratio for the last reported fiscal quarter is greater than or equal to one and one-half.
- The company's long-term debt to working capital ratio for the last fiscal quarter must be greater than or equal to 0% and less than or equal to 110%.
- The company's earnings per share for the last twelve months and each of the last five fiscal years must be positive.
- The company must have indicated its intentions to pay a dividend over the next year.
- The company has paid a dividend over the last twelve months.
- The company's earnings per share over the last twelve months must be greater than the earnings per share from five years ago.
- The company's earnings per share over the last fiscal year must be greater than the earnings per share from five years ago.
- The company's price to book ratio must be less than or equal to one and two-tenths.

OR

- The company's price earnings ratio to the dividend adjusted earnings per share estimated growth must be less than or equal to one-half of the stock market median price earnings ratio to the dividend adjusted earnings per share estimated growth.
- The company's earnings per share estimated growth must be greater than or equal to 7% and less than or equal to 20%.
- The company's five year sales growth rate must be greater than or equal to 7% and less than or equal to 20%.
- The company's free cash flow per share for the last twelve months and the last fiscal year must be positive.
- The company's operating margin over the last twelve months must be greater than or equal to the industry's median operating margin over the same timeframe.
- The company's operating margin over the last fiscal year must be greater than or equal to the industry's median operating margin over the same timeframe.

COMPLETING THE REGIMENT VALUE INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTTRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, it is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

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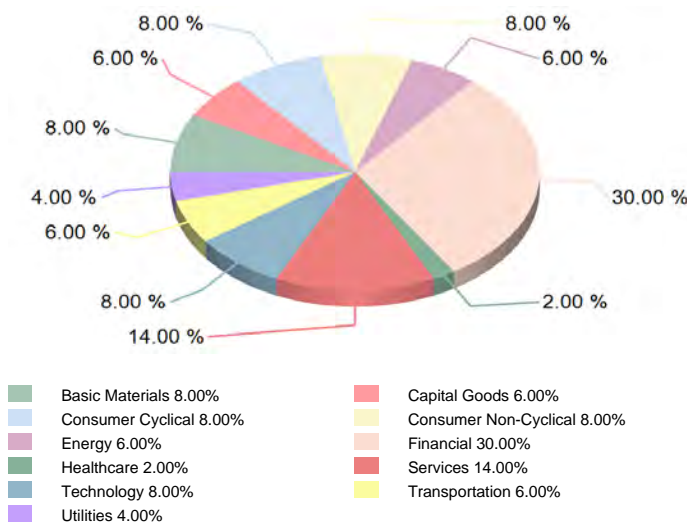
REGIMENT VALUE w/RAM® SCORE FUSION PORTFORMULA® HOLDINGS

Holdings as of May 2, 2014 - Current # of Holdings: 50

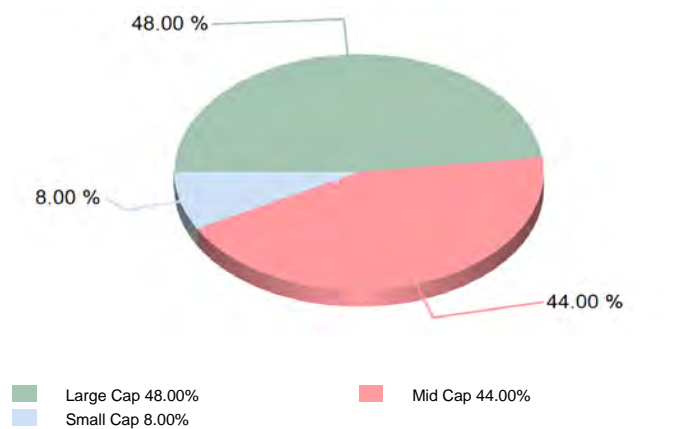
Ticker	Company Name	Exchange	Sector	Market Cap
ACE	ACE Limited	NYSE	Financial	Large Cap
AHL	Aspen Insurance Holdings Limit	NYSE	Financial	Mid Cap
ALK	Alaska Air Group, Inc.	NYSE	Transportation	Large Cap
AWH	Allied World Assurance Co Hold	NYSE	Financial	Mid Cap
BHE	Benchmark Electronics, Inc.	NYSE	Technology	Mid Cap
CNA	Cna Financial Corp	NYSE	Financial	Large Cap
CPA	Copa Holdings, S.A.	NYSE	Transportation	Large Cap
CSH	Cash America International Inc	NYSE	Financial	Mid Cap
DAL	Delta Air Lines, Inc.	NYSE	Transportation	Large Cap
DDS	Dillard's, Inc.	NYSE	Services	Mid Cap
FF	FutureFuel Corp.	NYSE	Basic Materials	Small Cap
FL	Foot Locker, Inc.	NYSE	Services	Large Cap
GES	Guess?, Inc.	NYSE	Services	Mid Cap
GME	GameStop Corp.	NYSE	Services	Mid Cap
GNTX	Gentex Corporation	NASDAQ	Consumer Cyclical	Mid Cap
GXP	Great Plains Energy Incorporat	NYSE	Utilities	Mid Cap
HFC	HollyFrontier Corp	NYSE	Energy	Large Cap
HLSS	Home Loan Servicing Solutions	NASDAQ	Financial	Mid Cap
HLX	Helix Energy Solutions Group I	NYSE	Energy	Mid Cap
INTC	Intel Corporation	NASDAQ	Technology	Large Cap
JOY	Joy Global Inc.	NYSE	Capital Goods	Large Cap
LLL	L-3 Communications Holdings, I	NYSE	Capital Goods	Large Cap
MBFI	MB Financial, Inc.	NASDAQ	Financial	Mid Cap
MLI	Mueller Industries, Inc.	NYSE	Basic Materials	Mid Cap
MRH	Montpelier Re Holdings Ltd.	NYSE	Financial	Mid Cap

Ticker	Company Name	Exchange	Sector	Market Cap
MSFT	Microsoft Corporation	NASDAQ	Technology	Large Cap
NDAQ	NASDAQ OMX Group, Inc.	NASDAQ	Financial	Large Cap
NE	Noble Corporation PLC	NYSE	Energy	Large Cap
NUS	Nu Skin Enterprises, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
OSK	Oshkosh Corporation	NYSE	Consumer Cyclical	Mid Cap
PB	Prosperity Bancshares, Inc.	NYSE	Financial	Mid Cap
PPC	Pilgrim's Pride Corporation	NASDAQ	Consumer Non-Cyclical	Large Cap
QCOR	Questcor Pharmaceuticals Inc	NASDAQ	Healthcare	Large Cap
RE	Everest Re Group Ltd	NYSE	Financial	Large Cap
RLI	RLI Corp.	NYSE	Financial	Mid Cap
RNR	RenaissanceRe Holdings Ltd.	NYSE	Financial	Mid Cap
SSL	Sasol Limited (ADR)	NYSE	Basic Materials	Large Cap
STMP	Stamps.com Inc.	NASDAQ	Services	Small Cap
SWHC	Smith & Wesson Holding Corp	NASDAQ	Consumer Cyclical	Small Cap
TS	Tenaris S.A. (ADR)	NYSE	Capital Goods	Large Cap
TSM	Taiwan Semiconductor Mfg. Co.	NYSE	Technology	Large Cap
TSN	Tyson Foods, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
TX	Ternium S.A. (ADR)	NYSE	Basic Materials	Large Cap
UNF	UniFirst Corp	NYSE	Services	Mid Cap
UVV	Universal Corp	NYSE	Consumer Non-Cyclical	Mid Cap
VIV	Telefonica Brasil SA (ADR)	NYSE	Services	Large Cap
WAFD	Washington Federal Inc.	NASDAQ	Financial	Mid Cap
WBC	WABCO Holdings Inc.	NYSE	Consumer Cyclical	Large Cap
WR	Westar Energy Inc	NYSE	Utilities	Mid Cap
WRLD	World Acceptance Corp.	NASDAQ	Financial	Small Cap

Holdings By Sector



Holdings By Market Cap



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REGIMENT VALUE w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

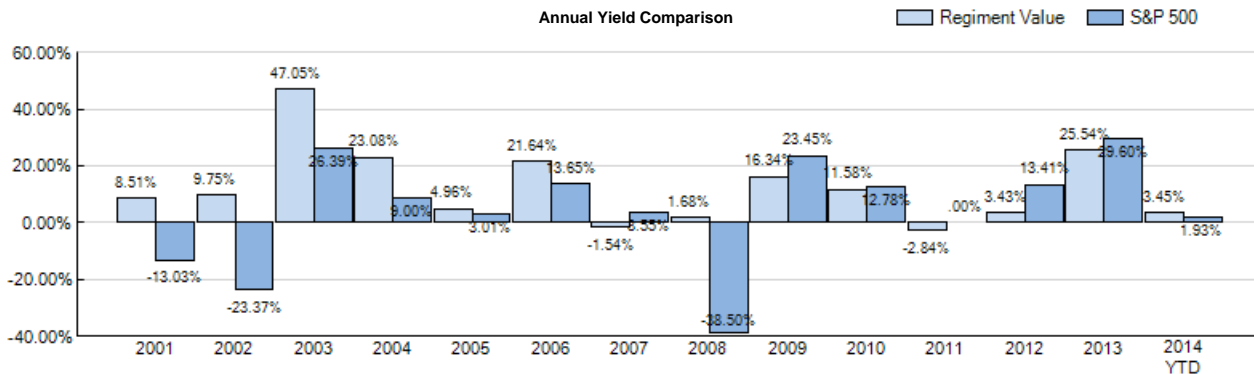
**Dollar Value of a \$166,700 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Regiment Value	8.51%	9.75%	47.05%	23.08%	4.96%	21.64%	-1.54%	1.68%	16.34%	11.58%	-2.84%	3.43%	25.54%	3.45%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Regiment Value model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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SQUADRON GROWTH w/RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE SQUADRON GROWTH INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's earnings per share growth from continuing operations for the last fiscal quarter must be 20% or greater than that of the same quarter one year prior.
- The company's earnings per share from continued operations for the last two fiscal quarters must be positive.
- The company's earnings per share from continued operations must have increased over the last twelve months and each of the last five fiscal years.
- The company's growth in earnings per share from continuing operations over the last five years must be greater than or equal to 25%.
- The company's current stock price must be within 20% of its 52 week high.
- The company's stock float must be less than or equal to 30 million shares.
- The company's 52 week relative strength must be within the top 30% of the stock market.
- The company must have five or more institutional shareholders.

OR

- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's market capitalization for the last fiscal quarter must be greater than or equal to \$50 million and less than \$500 million.
- The company's price to sales ratio must be less than one.
- The company's stock must have a relative strength over the last 52 weeks within the top twenty percent of the stock market.

OR

- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's market capitalization for the last fiscal quarter must be greater than or equal to \$500 million and less than or equal to \$2 billion.
- The company's price to sales ratio must be less than one and one-half.
- The company's earnings per share growth for the last twelve months must be positive.
- The company stock's relative strength over the last twenty-six weeks and thirteen weeks must be greater than the median relative strengths for the stock market over the same time frame.
- The company's stock must have a relative strength over the last 52 weeks within the top ten percent of the stock market.

OR

- The company must have five or more analysts providing earnings estimates for the current fiscal year.
- The company must have one or more upward revisions in the earnings per share estimate for the current fiscal year over the previous month.
- The company must have zero downward revisions in the earnings per share estimate for the current fiscal year over the previous month.
- The company must have one or more upward revisions in the earnings per share estimate for the next fiscal year over the previous month.
- The company must have zero downward revisions in the earnings per share estimate for the next fiscal year over the previous month.
- The company's latest earnings per share estimate for the current fiscal year must be increased greater than or equal to 5% compared to the previous month.
- The company's latest earnings per share estimate for the next fiscal year must be increased greater than or equal to 5% compared to the previous month.

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COMPLETING THE SQUADRON GROWTH INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTTRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, It is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

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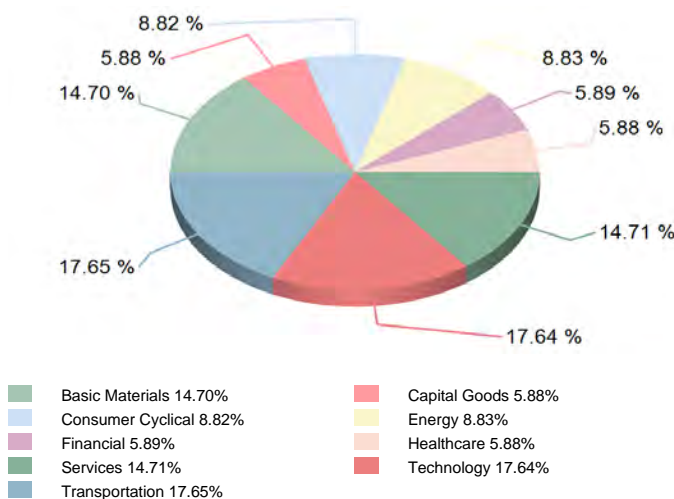
SQUADRON GROWTH w/RAM® SCORE FUSION PORTFORMULA® HOLDINGS

Holdings as of May 2, 2014 - Current # of Holdings: 34

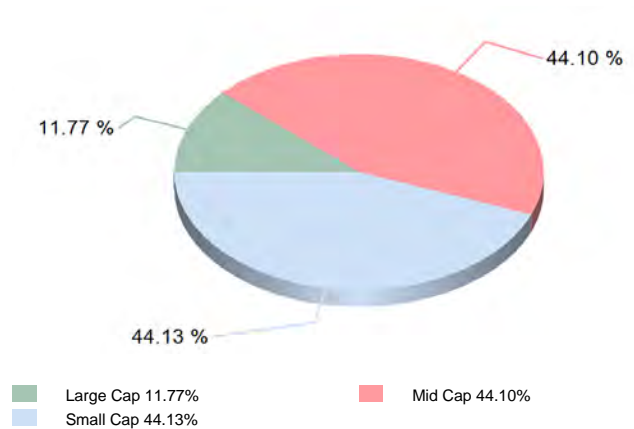
Ticker	Company Name	Exchange	Sector	Market Cap
ABFS	Arkansas Best Corporation	NASDAQ	Transportation	Mid Cap
ACET	Aceto Corporation	NASDAQ	Basic Materials	Small Cap
AFFX	Affymetrix, Inc.	NASDAQ	Technology	Small Cap
AKS	AK Steel Holding Corporation	NYSE	Basic Materials	Small Cap
AMKR	Amkor Technology, Inc.	NASDAQ	Technology	Mid Cap
ANIK	Anika Therapeutics, Inc.	NASDAQ	Healthcare	Small Cap
BAS	Basic Energy Services, Inc	NYSE	Energy	Mid Cap
CECO	Career Education Corp.	NASDAQ	Services	Small Cap
CSTE	Caesarstone Sdot-Yam Ltd	NASDAQ	Capital Goods	Mid Cap
CUBE	CubeSmart	NYSE	Transportation	Mid Cap
DAL	Delta Air Lines, Inc.	NYSE	Transportation	Large Cap
DW	Drew Industries, Inc.	NYSE	Capital Goods	Mid Cap
FOE	Ferro Corporation	NYSE	Basic Materials	Mid Cap
FSS	Federal Signal Corporation	NYSE	Consumer Cyclical	Small Cap
GILD	Gilead Sciences, Inc.	NASDAQ	Healthcare	Large Cap
GPRE	Green Plains Renewable Energy	NASDAQ	Basic Materials	Mid Cap
HA	Hawaiian Holdings, Inc.	NASDAQ	Transportation	Small Cap
HEES	H&E Equipment Services, Inc.	NASDAQ	Services	Mid Cap
HY	Hyster-Yale Materials Handling	NYSE	Consumer Cyclical	Mid Cap
ITG	Investment Technology Group	NYSE	Financial	Small Cap
JASO	JA Solar Holdings Co., Ltd. (A	NASDAQ	Technology	Small Cap
MTRX	Matrix Service Co	NASDAQ	Energy	Small Cap
OUTR	Outerwall Inc	NASDAQ	Services	Mid Cap
PEIX	Pacific Ethanol Inc	NASDAQ	Basic Materials	Small Cap
PRSC	Providence Service Corporation	NASDAQ	Services	Small Cap

Ticker	Company Name	Exchange	Sector	Market Cap
SANM	Sanmina Corp	NASDAQ	Technology	Mid Cap
SKX	Skechers USA Inc	NYSE	Consumer Cyclical	Mid Cap
SNX	SYNNEX Corporation	NYSE	Technology	Mid Cap
SWKS	Skyworks Solutions Inc	NASDAQ	Technology	Large Cap
UHAL	AMERCO	NASDAQ	Transportation	Mid Cap
XOOM	Xoom Corp	NASDAQ	Financial	Small Cap
YPF	YPF SA (ADR)	NYSE	Energy	Large Cap
YRCW	YRC Worldwide Inc	NASDAQ	Transportation	Small Cap
ZLC	Zale Corporation	NYSE	Services	Small Cap

Holdings By Sector



Holdings By Market Cap



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SQUADRON GROWTH w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

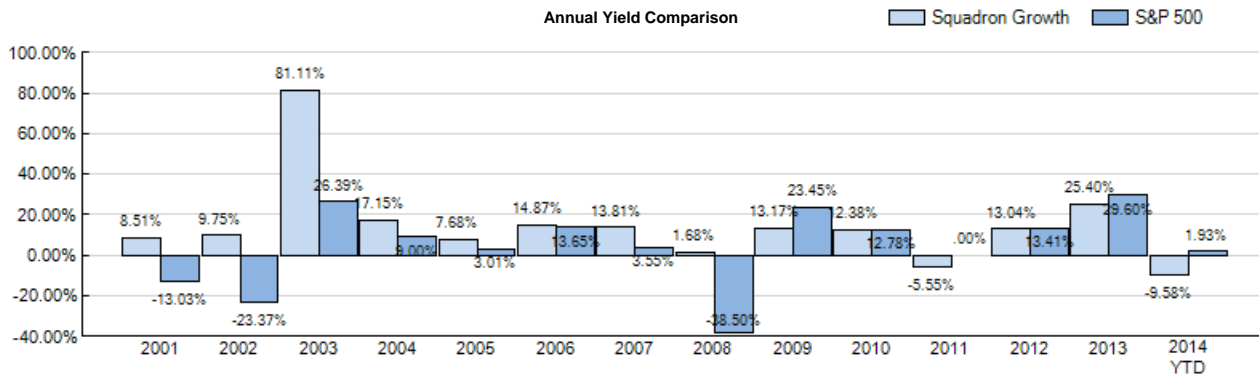
**Dollar Value of a \$166,700 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Squadron Growth	8.51%	9.75%	81.11%	17.15%	7.68%	14.87%	13.81%	1.68%	13.17%	12.38%	-5.55%	13.04%	25.40%	-9.58%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Squadron Growth model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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BATTALION CROSS BLEND w/ RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE BATTALION CROSS BLEND INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's price earnings ratio to the dividend adjusted earnings per share estimated growth must be less than or equal to one-half of the stock market median price earnings ratio to the dividend adjusted earnings per share estimated growth.
- The company's earnings per share estimated growth must be greater than or equal to 7% and less than or equal to 20%.
- The company's five year sales growth rate must be greater than or equal to 7% and less than or equal to 20%.
- The company's free cash flow per share for the last twelve months and the last fiscal year must be positive.
- The company's operating margin over the last twelve months must be greater than or equal to the industry's median operating margin over the same timeframe.
- The company's operating margin over the last fiscal year must be greater than or equal to the industry's median operating margin over the same timeframe.

OR

- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than that of each of the same four fiscal quarters one year earlier.
- The company's sales growth for the most recent fiscal quarter must be greater than that of the same quarter one year earlier.
- The company's growth in sales from the most recent fiscal quarter to the same quarter one year earlier must be greater than that of the previous fiscal quarter to the same quarter one year earlier.
- The company's diluted earnings per share for the trailing twelve months must be greater than or equal to that of the last fiscal year.
- The company's diluted earnings per share for each of the last two fiscal years must be greater than that of the previous fiscal year.
- The company's annualized growth rate in diluted earnings per share from continuing operations over the last three years must be greater than or equal to fifteen percent.
- The company's annualized sales growth over the last three years must be greater than or equal to fifteen percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than the growth in earnings between the sum total of the prior three fiscal quarters and the same three quarters one year ago – OR – The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to thirty percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to the annualized growth rate in diluted earnings per share from continuing operations over the last three years.
- The company's price earnings ratio must be greater than five and less than one and one-half times the median price earnings ratio for the stock market.
- The company stock's relative strength over the last twenty-six weeks must be positive.
- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's industry must not be identified as miscellaneous financial services or real estate operations.
- The company stock's trading volume average for the last three months must be within the top seventy-five percent of the stock market.

OR

- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's market capitalization for the last fiscal quarter must be greater than or equal to \$50 million and less than \$500 million.
- The company's price to sales ratio must be less than one.
- The company's stock must have a relative strength over the last 52 weeks within the top twenty percent of the stock market.

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OR

- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's market capitalization for the last fiscal quarter must be greater than or equal to \$500 million and less than or equal to \$2 billion.
- The company's price to sales ratio must be less than one and one-half.
- The company's earnings per share growth for the last twelve months must be positive.
- The company stock's relative strength over the last twenty-six weeks and thirteen weeks must be greater than the median relative strengths for the stock market over the same time frame.
- The company's stock must have a relative strength over the last 52 weeks within the top ten percent of the stock market.

COMPLETING THE BATTALION CROSS BLEND INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTTRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, it is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

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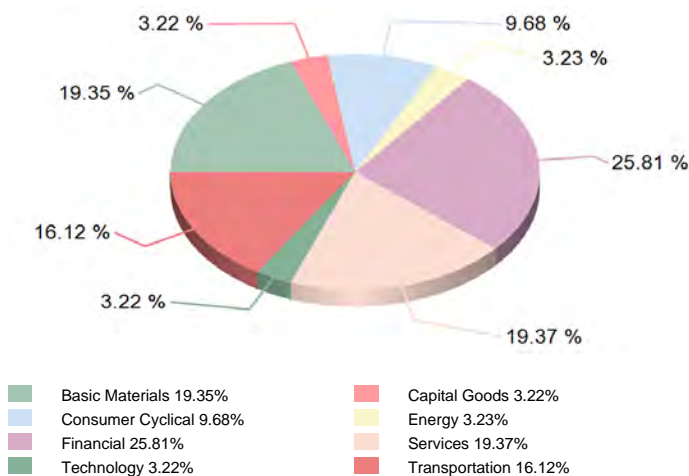
BATTALION CROSS BLEND w/RAM® SCORE FUSION PORTFORMULA® HOLDINGS

Holdings as of May 2, 2014 - Current # of Holdings: 31

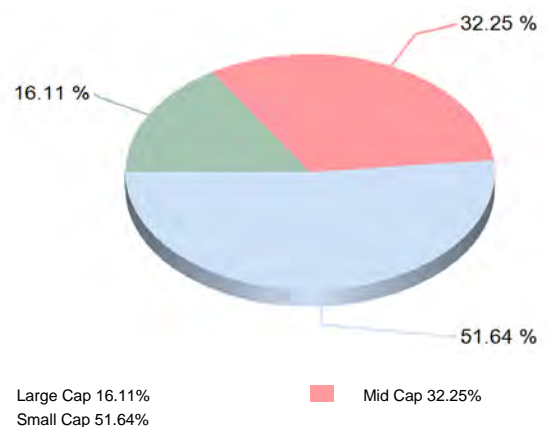
Ticker	Company Name	Exchange	Sector	Market Cap
ACE	ACE Limited	NYSE	Financial	Large Cap
ACET	Aceto Corporation	NASDAQ	Basic Materials	Small Cap
AKS	AK Steel Holding Corporation	NYSE	Basic Materials	Small Cap
ALK	Alaska Air Group, Inc.	NYSE	Transportation	Large Cap
AWH	Allied World Assurance Co Hold	NYSE	Financial	Mid Cap
AMKR	Amkor Technology, Inc.	NASDAQ	Technology	Mid Cap
ABFS	Arkansas Best Corporation	NASDAQ	Transportation	Mid Cap
CSTE	Caesarstone Sdot-Yam Ltd	NASDAQ	Capital Goods	Mid Cap
CECO	Career Education Corp.	NASDAQ	Services	Small Cap
DAL	Delta Air Lines, Inc.	NYSE	Transportation	Large Cap
RE	Everest Re Group Ltd	NYSE	Financial	Large Cap
FSS	Federal Signal Corporation	NYSE	Consumer Cyclical	Small Cap
FOE	Ferro Corporation	NYSE	Basic Materials	Mid Cap
FF	FutureFuel Corp.	NYSE	Basic Materials	Small Cap
GPRE	Green Plains Renewable Energy	NASDAQ	Basic Materials	Mid Cap
HEES	H&E Equipment Services, Inc.	NASDAQ	Services	Mid Cap
HA	Hawaiian Holdings, Inc.	NASDAQ	Transportation	Small Cap
HY	Hyster-Yale Materials Handling	NYSE	Consumer Cyclical	Mid Cap
ITG	Investment Technology Group	NYSE	Financial	Small Cap
MTRX	Matrix Service Co	NASDAQ	Energy	Small Cap
MRH	Montpelier Re Holdings Ltd.	NYSE	Financial	Mid Cap
PEIX	Pacific Ethanol Inc	NASDAQ	Basic Materials	Small Cap
PRSC	Providence Service Corporation	NASDAQ	Services	Small Cap
RNR	RenaissanceRe Holdings Ltd.	NYSE	Financial	Mid Cap
SBNY	Signature Bank	NASDAQ	Financial	Large Cap

Ticker	Company Name	Exchange	Sector	Market Cap
SWHC	Smith & Wesson Holding Corp	NASDAQ	Consumer Cyclical	Small Cap
STMP	Stamps.com Inc.	NASDAQ	Services	Small Cap
ECOL	US Ecology Inc	NASDAQ	Services	Small Cap
WRLD	World Acceptance Corp.	NASDAQ	Financial	Small Cap
YRCW	YRC Worldwide Inc	NASDAQ	Transportation	Small Cap
ZLC	Zale Corporation	NYSE	Services	Small Cap

Holdings By Sector



Holdings By Market Cap



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BATTALION CROSS BLEND w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

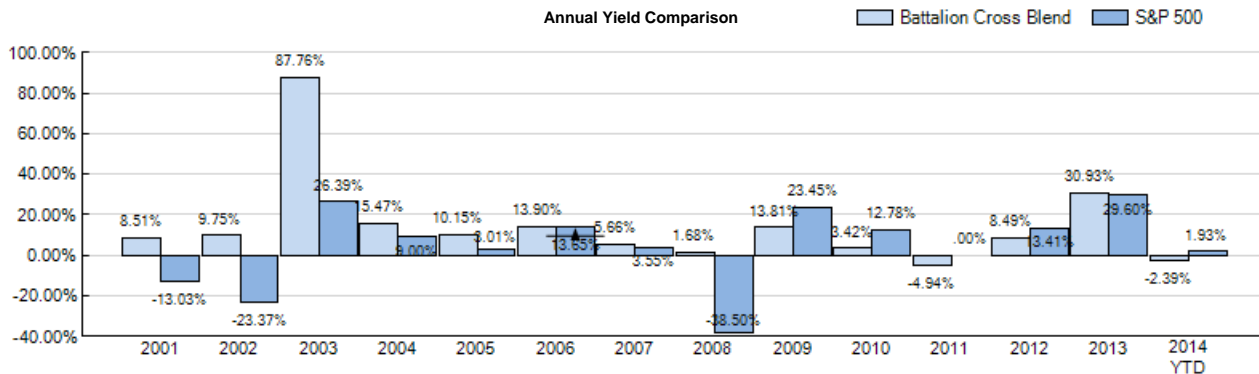
**Dollar Value of a \$166,600 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Battalion Cross Blend	8.51%	9.75%	87.76%	15.47%	10.15%	13.90%	5.66%	1.68%	13.81%	3.42%	-4.94%	8.49%	30.93%	-2.39%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Battalion Cross Blend model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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BRIGADE GROWTH & VALUE w/RAM® SCORE FUSION PORTFORMULA® INVESTMENT STRATEGY

SCHOLAR SERIES

ORIGINS & BENEFITS OF PORTFORMULA® INVESTMENT STRATEGIES

Portformulas® manages quantitative mechanical methodologies and models for investors, operating pursuant to "Limited Discretionary Authority" engaging solely in the implementation of one or more step-by-step investment strategy qualification criteria and account rebalancing as indicated and selected by each investor. We generally refer to this activity as a "Portformula®" Investment Strategy.

We use the selected Portformula® Investment Strategy qualification criteria to eliminate human emotion from the investment selection process. We execute the Portformula® Investment Strategy qualification criteria as the strict quantitative methodology and model for investing within each investor selected Portformula®. You can always identify holdings you own inside your Portformula® Investment Strategy, unlike many traditional money management portfolios. Each Portformula® will only select holdings when they specifically meet the step-by-step qualification criteria & investment strategy. Based upon the criteria, it may be possible that no holdings will qualify during a given period of time. This may result in a Portformula® maintaining a full money market position, but generally only for limited periods of time.

Each investor's account is established with a minimum 2% cash position and the remaining percentage is fully invested in the Portformula®. All dividends are reinvested and this ratio is updated upon each rebalancing and reapplication of the Portformula® Investment Strategy qualification criteria. Every Portformula® provides full liquidity and 24/7 online account information for each investor. Portformulas® reserves the right to make adjustments or changes in the criteria, ongoing management, and implementation of each Portformula®; however the general investment philosophy of a Portformula® will not change. Our goal is to maintain the integrity of the general investment philosophy as described in the specific investment strategy criteria. Such efforts may be open to interpretations, opinions and adaptations in order to create and maintain a real life mechanical investment methodology resulting in the Portformula®. These philosophical interpretations, opinions, adaptations, methodologies and implementations may differ and have not been independently verified. On a monthly basis (on or about the first working week of the month) account rebalancing, is reapplied on behalf of each investor.

INITIATING THE BRIGADE GROWTH & VALUE INVESTMENT STRATEGY CRITERIA:

- We begin with an overall total stock market universe that includes the NYSE, AMEX and NASDAQ exchanges, excluding all OTC stocks.
- We then eliminate all companies whose stock price is less than \$5 per share or greater than \$1,000 per share.
- We further eliminate all companies whose stock does not maintain an average daily dollar volume over the last three months of \$5 million dollars or greater.

FOR THIS PORTFORMULA®, STOCKS MAY QUALIFY BY MEETING ONE OR MORE OF THE FOLLOWING GROUPINGS OF CRITERIA:

- The company's market capitalization must be greater than or equal to \$1 billion dollars.
- The company's operating income must be positive for the trailing twelve months.
- The company's operating income must also be positive for each of the last seven fiscal years.
- The company's return on equity must be greater than 15% for the trailing twelve months.
- The company's return on equity must also be greater than 15% for each of the last three fiscal years.
- The company's long term debt to equity for the most recent fiscal quarter must be less than the industry's median debt to equity for the same timeframe.
- The company's operating margin for the trailing twelve months must be greater than the industry's median operating margin for the same timeframe.
- The company's net profit margin for the trailing twelve months must be greater than the industry's median net profit margin for the same timeframe.
- The company's change in share price must be greater than the change in retained earnings per share, or book value change, over the last five fiscal years.
- The company's price to free cash flow ratio divided by the free cash flow growth rate must be positive, but less than or equal to two.
- The company's price to free cash flow per share ratio for the trailing twelve months must be less than or equal to thirty.

OR

- The company's price earnings ratio must be less than the industry's median price earnings ratio.
- The company's price earnings ratio must be less than the five year average price earnings ratio.
- The company's price earnings ratio to the sum of the five year earnings per share growth rate including the five year dividend yield must be less than one.
- The company's five year earnings per share growth rate from continuing operations must be less than 50 percent.
- The company's percentage of common stock owned by institutions must be less than the median percentage of institutional ownership for the stock market.
- The company's total liabilities to total assets for the last fiscal quarter must be less than the industry's median total liabilities to total assets for the same timeframe.
- The company's insider buy trades for officers and directors during the last six months must be zero or more.
- The company's insider sell trades for officers and directors during the last six months must be zero.

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OR

- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than that of each of the same four fiscal quarters one year earlier.
- The company's sales growth for the most recent fiscal quarter must be greater than that of the same quarter one year earlier.
- The company's growth in sales from the most recent fiscal quarter to the same quarter one year earlier must be greater than that of the previous fiscal quarter to the same quarter one year earlier.
- The company's diluted earnings per share for the trailing twelve months must be greater than or equal to that of the last fiscal year.
- The company's diluted earnings per share for each of the last two fiscal years must be greater than that of the previous fiscal year.
- The company's annualized growth rate in diluted earnings per share from continuing operations over the last three years must be greater than or equal to fifteen percent.
- The company's annualized sales growth over the last three years must be greater than or equal to fifteen percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than the growth in earnings between the sum total of the prior three fiscal quarters and the same three quarters one year ago – OR – The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to thirty percent.
- The company's diluted earnings per share from continued operations for the four most recent fiscal quarters must be greater than or equal to the annualized growth rate in diluted earnings per share from continuing operations over the last three years.
- The company's price earnings ratio must be greater than five and less than one and one-half times the median price earnings ratio for the stock market.
- The company stock's relative strength over the last twenty-six weeks must be positive.
- The company must be based in the United States and may not be an American Depository Receipt or ADR.
- The company's industry must not be identified as miscellaneous financial services or real estate operations.
- The company stock's trading volume average for the last three months must be within the top seventy-five percent of the stock market.

COMPLETING THE BRIGADE GROWTH & VALUE INVESTMENT STRATEGY CRITERIA:

- The remaining company stocks (from each of the three criteria groupings) are selected for this Portformula®. Should more than fifty stocks have met the criteria, we select the fifty ranked highest by relative strength over the last 52 weeks and as tiebreakers, the last 26 weeks, then 13 weeks, then 4 weeks as necessary. Should less than 20 stocks have met the criteria, we apply a prorated allocation toward cash (i.e., if only 16 stocks qualify, then 20% would be prorated to cash).
- On a monthly basis (on or about the first working week of the month) this step-by-step Portformula® criteria, including account rebalancing, is then reapplied on behalf of each investor. Investors may opt to change by notifying Portformulas® prior to the beginning of any new calendar month.

RAM® FUSION "RECESSION AND MARKET" ALLOCATION MANAGEMENT USING THREE PROFESSIONALLY MANAGED INSTITUTIONAL BOND FUNDS: PIMCO EMERGING MARKETS BOND FUND (PEBAX), PIMCO LONG-TERM US GOVERNMENT BOND FUND (PGOVX) AND PIMCO TOTAL RETURN FUND (PTRRX)

- The first scoring component relates to criteria applied against exponential moving averages for the S&P 500. The exponential moving averages provide more weight to the latest data so that they will react quicker to recent price changes than simple moving averages and will smooth the data series decreasing the amount of noise or extraneous movement. As such, the corresponding indices will be utilized to calculate the three period monthly exponential moving average less the six period monthly exponential moving average then divided by the monthly close and multiplied by one hundred to equal the Moving Average Score.
- The next scoring component relates to criteria applied against the elder ray index for the S&P 500. The elder ray index bull power and bear power measures the amount of buying and selling pressure in the market. As such, the corresponding indices will be utilized to calculate the thirteen period monthly elder ray bull power index divided by the monthly close then added to the thirteen period monthly elder ray bear power index divided by the monthly close and multiplied by one hundred to equal the Bull Bear Score.
- The next scoring component relates to criteria applied against the momentum indicator for the S&P 500. The momentum indicator is used to measure trend strength and/or possible trend reversals. As such, the corresponding indices will be utilized to calculate the six period monthly momentum indicator less one hundred to equal the Momentum Score.
- The next scoring component relates to criteria applied against the trix indicator for the S&P 500. The trix indicator is used to identify oversold and overbought markets as it displays the rate of change of a triple exponentially smoothed moving average of closing price. As such, the corresponding indices will be utilized to calculate the twelve period monthly trix indicator less the nine period monthly simple moving average of the monthly Trix indicator and multiplied by one hundred to equal the Trix Score.
- The next scoring component relates to criteria applied against the moving average convergence divergence indicator for the S&P 500. The moving average convergence divergence indicator is used to show the relationship between two moving averages of prices. As such, the corresponding indices will be utilized to calculate the twelve period monthly exponential moving average less the twenty-six period monthly exponential moving average divided by the monthly close then subtracting the nine period monthly exponential moving average divided by the monthly close then multiplied by three hundred to equal the MACD Score.
- The next scoring component relates to criteria applied against the Moody's Analytics risk of recession indicator for the United States. The risk of recession indicator reports a current probability for a country to enter into and/or stay within a recession. As such, the corresponding country will be utilized to calculate the current risk of recession multiplied by negative one then added to thirty-six one hundreds and multiplied by 100 to equal the Recession Risk Score.
- The next scoring component relates to criteria applied against the Chicago Board Options Exchange market volatility index. The volatility index is used as a key measure of market expectations of near term volatility conveyed by the S&P 500 stock index option prices and is considered a barometer of investor sentiment and market volatility. As such, corresponding indices will be utilized to calculate the average of the most recent month index high and low multiplied by negative one then added to nineteen then added to the most recent month index open less the most recent month index close to equal the Volatility Score.
- The overall RAM® Score is then calculated as the sum of the Moving Average Score plus Bull Bear Score plus Momentum Score plus Trix Score plus MACD Score plus Recession Risk Score plus Volatility Score. The RAM® Score must result in a positive score in order for the standard Portformula® investment selection criteria to apply. Should the RAM® Score result in zero or a negative score, the standard Portformula® allocation will be overruled until the monthly RAM® Score again results in a positive score. When the RAM® Score results in such an overruling the Portformula® investment will be an entirely different strategy known as "Bond Fund Fusion". Be sure to print all appropriate descriptive materials (including the Bond Fund Fusion version of this descriptive) regarding this separate and distinct strategy that may apply based upon RAM® Score as described above. When RAM® Score does overrule the standard Portformula® allocation, your assets will move into the Bond Fund Fusion strategy. Compared to the standard Portformula® allocations, **Bond Fund Fusion is a separate and distinct Portformula® strategy. As such, it is important that you print and review the Bond Fund Fusion hypothetical prior to investing.**

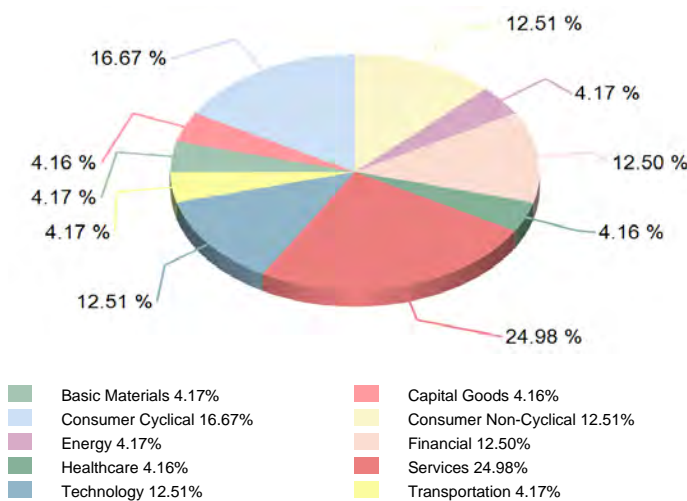
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BRIGADE GROWTH & VALUE w/ RAM® SCORE FUSION PORTFORMULA® HOLDINGS

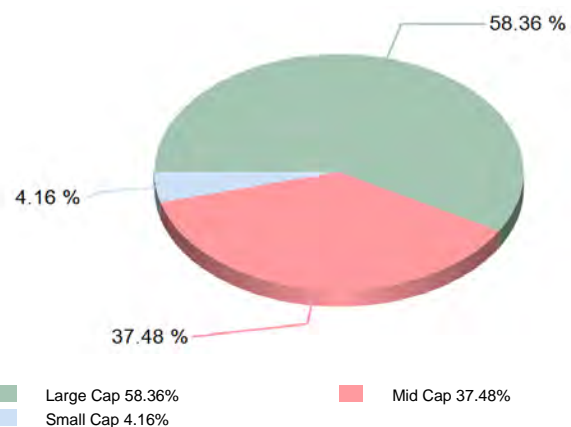
Holdings as of May 2, 2014 - Current # of Holdings: 24

Ticker	Company Name	Exchange	Sector	Market Cap
BBBY	Bed Bath & Beyond Inc.	NASDAQ	Services	Large Cap
BMA	Banco Macro SA (ADR)	NYSE	Financial	Mid Cap
CHE	Chemed Corporation	NYSE	Healthcare	Mid Cap
CSTE	Caesarstone Sdot-Yam Ltd	NASDAQ	Capital Goods	Mid Cap
CTCM	CTC Media, Inc.	NASDAQ	Services	Mid Cap
DECK	Deckers Outdoor Corp	NASDAQ	Consumer Cyclical	Mid Cap
DLTR	Dollar Tree, Inc.	NASDAQ	Services	Large Cap
ECOL	US Ecology Inc	NASDAQ	Services	Small Cap
FDS	FactSet Research Systems Inc.	NYSE	Technology	Mid Cap
FFIV	F5 Networks, Inc.	NASDAQ	Technology	Large Cap
GMCR	Keurig Green Mountain Inc	NASDAQ	Consumer Non-Cyclical	Large Cap
GNTX	Gentex Corporation	NASDAQ	Consumer Cyclical	Mid Cap
GPC	Genuine Parts Company	NYSE	Consumer Cyclical	Large Cap
HRL	Hormel Foods Corp	NYSE	Consumer Non-Cyclical	Large Cap
LSTR	Landstar System, Inc.	NASDAQ	Transportation	Mid Cap
NTES	NetEase, Inc (ADR)	NASDAQ	Services	Large Cap
NUS	Nu Skin Enterprises, Inc.	NYSE	Consumer Non-Cyclical	Large Cap
OIS	Oil States International, Inc.	NYSE	Energy	Large Cap
QCOM	QUALCOMM, Inc.	NASDAQ	Technology	Large Cap
SBNY	Signature Bank	NASDAQ	Financial	Large Cap
SHOO	Steven Madden, Ltd.	NASDAQ	Consumer Cyclical	Mid Cap
SIAL	Sigma-Aldrich Corporation	NASDAQ	Basic Materials	Large Cap
SNI	Scripps Networks Interactive,	NYSE	Services	Large Cap
TROW	T. Rowe Price Group Inc	NASDAQ	Financial	Large Cap

Holdings By Sector



Holdings By Market Cap



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BRIGADE GROWTH & VALUE w/RAM® SCORE FUSION HISTORICAL PERFORMANCE

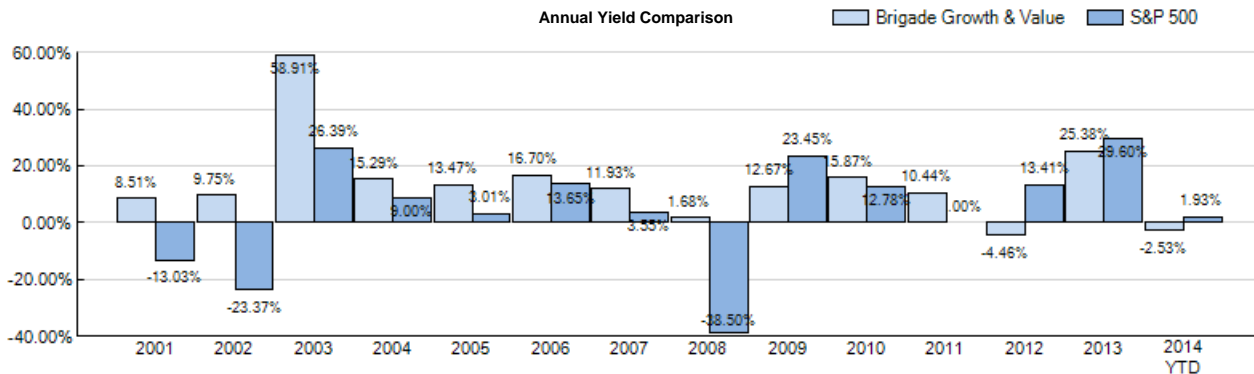
**Dollar Value of a \$166,600 Investment
 January 2001 through April 30 2014**



Yearly Returns

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD Apr.
Brigade Growth & Value	8.51%	9.75%	58.91%	15.29%	13.47%	16.70%	11.93%	1.68%	12.67%	15.87%	10.44%	-4.46%	25.38%	-2.53%
10-Yr Treasury Yld	5.00%	4.60%	4.00%	4.30%	4.30%	4.80%	4.60%	3.60%	3.30%	3.13%	2.73%	1.74%	2.38%	0.92%
DJCBP	3.43%	4.14%	3.46%	0.22%	-4.15%	-2.06%	-0.90%	-4.47%	10.66%	3.12%	3.18%	6.10%	-4.98%	2.71%
DJIA	-7.10%	-16.76%	25.33%	3.14%	-0.63%	16.28%	6.42%	-33.84%	18.81%	11.02%	5.53%	7.26%	26.50%	0.03%
NASDAQ	-21.05%	-31.53%	50.01%	8.60%	1.38%	9.51%	9.81%	-40.54%	43.89%	16.91%	-1.80%	15.91%	38.32%	-1.49%
Russell 2000	1.03%	-21.57%	45.39%	16.98%	3.32%	17.00%	-2.76%	-34.79%	25.22%	25.31%	-5.45%	14.63%	37.00%	-3.16%
S&P 500	-13.03%	-23.37%	26.39%	9.00%	3.01%	13.65%	3.55%	-38.50%	23.45%	12.78%	0.00%	13.41%	29.60%	1.93%

Annual Yield Comparison



Portformulas was not managing money prior to 2007. Performance calculations for the period 2001 – 2009 are based on model performance, which is the retroactive application of a Portformulas' selection criteria to all available stocks during a given time period. Model results do not reflect actual trading, do not reflect Portformulas' monthly, maximum .0045 cent per share buy/sell transaction charge, and assume that no additions or withdrawals have been made since the model's inception. Withdrawals and additions in your account, as well as transaction charges, will result in your performance being different than the performance figures referenced.

In 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Because Portformulas publishes time-weighted returns, all advertised performance data reflects performance after advisory fees have been deducted. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

RAM Score Fusion did not exist prior to 2011; return data prior to 2009 is hypothetical. RAM Score Fusion performance figures for 2010 utilize time-weighted returns and because RAM Score Fusion was not available in 2010, in order to provide hypothetical performance data, we have illustrated RAM Drive returns for each strategy. Since the RAM Score tool was not triggered in 2010, each strategy was invested in the market and the underlying holdings were identical, regardless of whether an account elected RAM Score Drive, RAM Score Park, or RAM Score Fusion. We selected RAM Score Drive's performance numbers because both RAM Score Drive and RAM Score Fusion invest in bond holdings or bond portfolios when the strategies are not invested in the market. If RAM Score Fusion or RAM Score Drive had triggered, the holdings and returns for each respective portfolio would differ.

RAM Score was not developed until January 2010. Prior to January 2010, clients were utilizing RAM Score's predecessor, RAM. Clients utilizing RAM may have had different results than those reflected above. Also, hypothetical returns are not indicative of Portformulas' actual portfolio management skills. The RAM Score feature is simply a tool designed to assist our firm's management of your account. The RAM Score tool does not guarantee any specific results or performance, and even with RAM Score, it is possible that your account will lose value. RAM Score moves assets into or out of the market based on various economic and market indicators. It is possible that the market will move positively while you are not invested or negatively while you are invested, resulting in losses.

The Brigade Growth & Value model invests in equities, and when triggered, the RAM Score Fusion tool moves clients assets out of the market and into a bond fund. Therefore, Portformulas is providing various stock-based and fixed-income based indexes for comparison. Past performance does not guarantee future results and the potential for loss does exist.

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Additional Disclosures

In addition to the information provided on the previous pages, there are additional disclosures that warrant your attention.

Additional RAM Score FUSION Disclosure:

Model returns are calculated using the most recent month-end closing price for each holding chosen for the new period. Money market rates are calculated using the distribution amount stated at the most recent month-end record date. Model returns further assume trading was executed on the first business day of the month and therefore, as stated, do not reflect actual trading. Actual trading occurs on or near the beginning of the month. Due to market performance, fluctuations may occur after the first of the month but prior to the actual trade date. Accordingly, actual results for investors who were invested in a Portformula strategy during the same time period may have been higher or lower than the results for the period listed in the advertisement.

Beginning in January 2010, Portformulas began utilizing time-weighted returns on any model in existence from the beginning of a calendar year. Time weighted returns show the compound growth rate in a portfolio while eliminating the varying effect created by cash inflows and outflows by assuming a single investment at the beginning of the period and measuring market value growth or loss at the end of that period. Model performance and time-weighted rates of return may be aggregated to calculate three-, five-, seven-, and ten-year returns if time-weighted returns are not available for the full period. Return data through December 2009 represents price-returns, not total returns. Price returns do not reflect the reinvestment of dividends, interest rate received, or realized capital gains.

Due to market volatility, current performance may be higher or lower than the performance shown. Investments may be purchased or sold without regard to how long you have owned them. Frequent movement can result in tax implications.

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