



WISCO

Investment Management

Third Quarter 2021

DEAR CLIENTS & FRIENDS;

The Wisco-managed ETF portfolios were down modestly in the third quarter. Our lower risk portfolios (Conservative & Balanced) declined 1% while our higher risk portfolios (Growth & Aggressive) were down in the 1-2% range. Performance was driven by flat U.S. equity and bond market returns and slightly negative returns in our international equity and precious metal allocations.

U.S. and International stock markets were flat and down 4% in the quarter, respectively. This was the first quarter since March 2020 (six quarters) that global equities were not up at least mid-single digits. The U.S. stock market continues to benefit from accommodative Fed policy, rising vaccination rates and strong economic growth. However, over the last few months, the market appears to be focusing more on rising inflation as well as the debt ceiling debate in Congress. We believe these concerns cooled down the equity markets this period. A proposed infrastructure bill in the range of \$1.5-\$3.5 trillion is on the table but is contingent on what happens in Congress in the next couple weeks.

The Domestic Fixed Income market was flat for the quarter. Rising inflation expectations remain a concern for bond investors as high inflation could eventually push up treasury rates (generally treasury rates and bond returns move in opposite directions). CPI inflation rose 5.3% and 5.2% in July and August and economists are expecting a 4.2% increase for 2021. For perspective, the last time the U.S. experienced 4%-plus annual inflation was 1991. Despite the inflationary environment, the Fed remains committed to keeping its borrowing rate at 0%-0.25% through at least late-2022. We continue to use fixed income allocations in our ETF portfolios but are positioned with shorter duration to protect against rising future rates.

The commodity markets were mixed in the quarter. Crude oil and natural gas have performed well, with natural gas rallying 62% in the third quarter. We added an allocation to a broad-based commodity ETN in July which gave us exposure to energy this period. However, we also held a gold and a silver ETF, which were drags on performance this quarter, with silver falling 15%. Wisco uses alternative exposures (like metals, agricultural products, and energy) in our ETF portfolios as they tend to be less correlated to stocks and bonds and improve portfolio diversification.

As we move into the last few months of the year, we are available to meet about the positioning of your portfolio, your targeted risk level, or any other life changes that may be relevant to how your portfolio is invested. Also, given the growth in the markets this year, we will be sensitive to realizing capital gains for the remainder of the year. We will be in touch about any significant tax implications for your portfolios this year.

At Wisco, we believe our approach of designing well-diversified, low-cost investment portfolios is the best way to produce favorable results over time. We would like to thank you for providing us with the opportunity to work with you as your investment advisor. *We appreciate your business!*

Sincerely,

The Wisco Team



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Third Quarter 2021

Wisco Investment Management

Wisco-managed portfolios are constructed using five asset classes; Domestic Equity, International Equity, Domestic Fixed Income, Alternative Investments and Money Market. Our current managed portfolio asset class allocations are as follows:

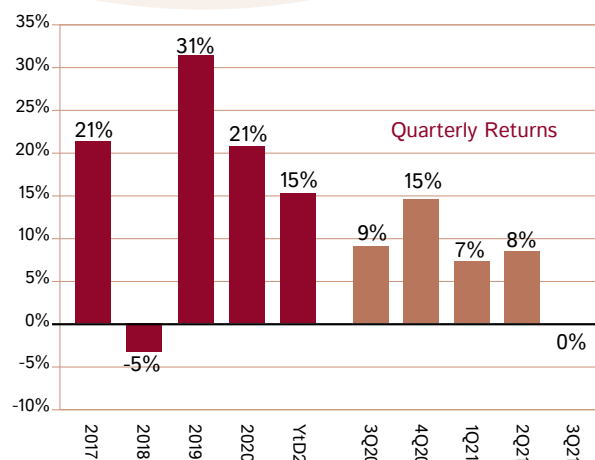
WISCO MANAGED PORTFOLIOS

	Conservative	Balanced	Balanced Growth	Growth	Aggressive
Domestic Equity	24%	33%	41%	49%	59%
International Equity	7%	11%	14%	20%	25%
Domestic Fixed Income	58%	45%	34%	20%	5%
Alternative Investments	10%	10%	10%	10%	10%
Money Market	1%	1%	1%	1%	1%
Total	100%	100%	100%	100%	100%
Target Volatility*	6%	8%	10%	12%	15%

*Target Volatility is our estimate for the annual standard deviation of portfolio returns.
Source: Wisco Investment Management LLC

Third Quarter 2021 Market Review

DOMESTIC EQUITY



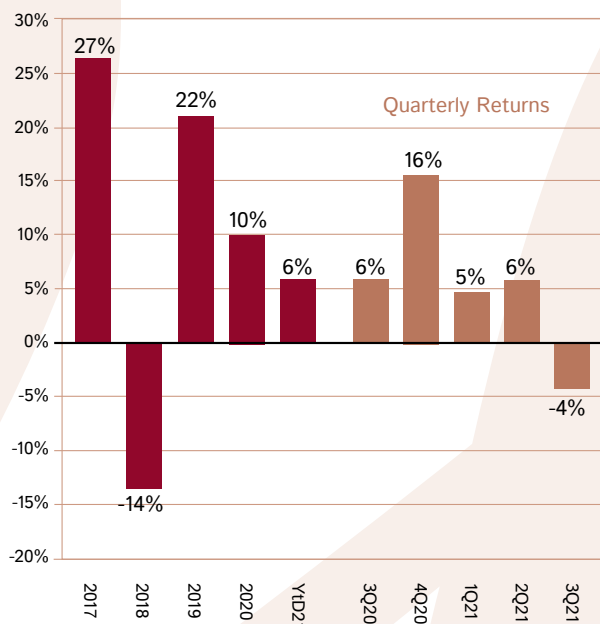
Source: Dow Jones U.S. Broad Stock Market Index and Wisco.

After a strong July and August, the stock market sold off in September to finish the quarter flat. The S&P 500 reached an all-time high of 4546 September 2, before retreating to 4308 at quarter end. The S&P 500 is now 93% above the March 2020 bottom. Large-cap stocks produced a slightly positive return in 3Q21 and outperformed small-cap stocks (-4%) this quarter. The United States economic recovery continued with 2Q21 GDP up 6.6%. S&P 500's earnings grew 91%

in 2Q21, with all sectors posting positive earnings growth. Industrials (+414% earnings growth), Consumer Discretionary (+282%), and Financials (+177%) posted the greatest earnings growth, while Utilities (+14%) lagged. We continue to expect strong growth for the rest of this year and into 2022 because of pent-up demand, easy monetary policy and the possibly of a stimulative infrastructure bill becoming law. Consensus expectations imply 2021 earnings will increase 43% and be 23% higher than the peak earnings level reached in 2019.

Aggressive monetary and fiscal policy during the pandemic has resulted in strong growth and above normal equity returns. The S&P trades at 21x this year's consensus EPS and 20x 2022's earnings estimate, which is higher than usual. However, with interest rates so low this higher PE may be justified and with strong growth prospects we feel domestic equity could provide solid returns the next few quarters. Therefore, we continue to hold domestic equity in all our client portfolios. Furthermore, we may add to domestic equity positions if the stock market continues to tread water or goes lower assuming growth prospects remain intact, and inflation is under control.

INTERNATIONAL EQUITY

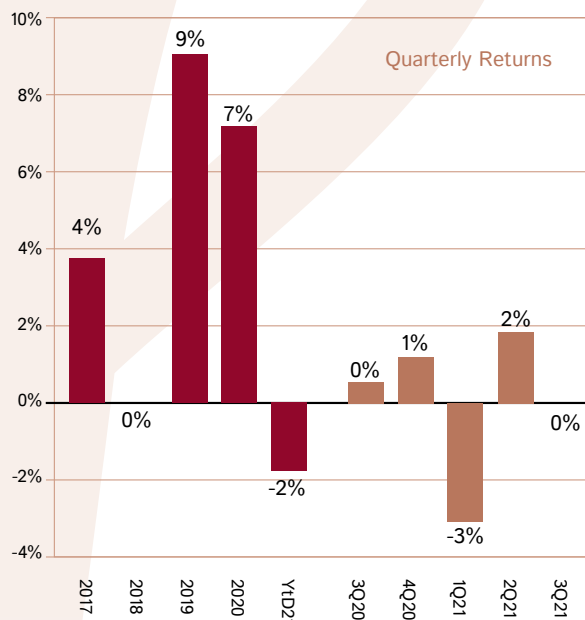


Source: MSCI ACWI ex USA and Wisco

The MSCI All World Index decreased 4% in 3Q21, with FTSE Developed Large Cap Index down 2%, FTSE Small Cap Index flat and FTSE Emerging Market Index down 7%. In Europe, markets were mixed with gains in the Czech Republic (+13%) and Hungary (+12%) offset by declines in Germany (-4%) and Greece (-4%). In Asia, Hong Kong was down 14%, South Korea declined 11%, while Japan (+2%) posted positive returns. In emerging markets, Brazil (-19%) and South Africa (-8%) were among the weakest performers, Shanghai decreased 1%, while Russia bucked the downward trend increasing 8%.

The Eurozone and British economies appear to be recovering from the pandemic with GDP up 9.2% and 20.7%, respectively. Asian economies were more mixed with GDP higher in China (+5.3%) and Japan (+1.9%), however Hong Kong (-3.7%), Taiwan (-4.2%) and Singapore (-7.2%) all had GDP declines. While the United States' economy is growing faster than the rest of the world, U.S. stocks trade at a 40% PE premium to international stocks, which suggests international stock valuations are attractive. Plus, international growth could accelerate as vaccination rates improve. Given this positive backdrop, we hold international stocks in all our client portfolios.

DOMESTIC FIXED INCOME



Source: Barclays Capital U.S. Aggregate Bond Index and Wisco.

The Barclays U.S. Aggregate Bond Index was flat in 3Q21 with Intermediate Treasuries down slightly, Short-term Investment Grade Bonds up slightly, Long-term Investment Grade Bonds down 1% and High Yield Bonds up slightly. The 10-year treasury yield started the quarter at 1.44%, trended lower until August 4 reaching 1.13%, then rose for the rest of the quarter closing near its high at 1.53%. Annual inflation (CPI) in August came in at 5.2% as inflation continues to be higher than the Federal Reserve's 2% target. The Fed continues to hold the funds rates around 0%. The Fed now holds \$8.4T in fixed income securities up \$1.3T in the last year. The money supply (M2) now stands at \$20.8T up 11% in the last twelve months.

Fixed Income posted another unimpressive return in the quarter. Going forward, the Fed seems committed to keeping rates at zero well into 2022. However, the Fed could start to reduce its \$120B monthly bond buying program later this year and the program will likely be completed by mid-year 2022. With no Fed bond buying, demand for bonds could be negatively impacted. For this reason, we reduced our clients Fixed Income holdings in July and prefer shorter dated bonds to longer dated bonds.

ALTERNATIVE INVESTMENTS

The Dow Jones-UBS Commodity Index increased 8% in the quarter. In agriculture, grain prices were mixed. Corn prices were down 25%¹, soybean prices decreased 13%¹, however, wheat prices increased 8%¹. A better production outlook hurt both corn and soybean prices. Nevertheless, corn is still up 11% this year.

Precious metals were down in the quarter. Silver decreased 15%³ in 3Q21, and gold prices decreased 1%² in the quarter. Strength in the dollar hurt precious metal prices.

The Cushing, Oklahoma spot price for WTI crude oil increased 3% in the quarter to \$75.44/barrel. Spot oil is up 56% so far in 2021. Natural gas futures (October 2021 contract) increased 62% in the quarter and 132% this year driven by shortages in Europe.

Wisco added a board-based commodity ETN to client portfolios in July 2021. This fund holds positions in 10 different commodities including crude oil and natural gas. We also own a silver and a gold ETF. These commodity positions are less correlated to stocks and bonds and can reduce the overall risk of a portfolio. In addition, we think commodities could perform well in an environment in which there is easy monetary policies around the world and improving commodity demand driven by accelerating GDP growth around the world. Finally, commodities could be a nice hedge against higher inflation.

MONEY MARKET

The current money market yield is 0.03%. Given this low yield, Wisco is going to hold a minimal amount of Cash/Money Market assets in our client portfolios.

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1. Return calculation based on the near future contract as quoted in the Wall Street Journal.
2. Return calculation uses Aberdeen Physical Gold Shares (SGOL) as a proxy for gold.
3. Return calculation uses Aberdeen Physical Silver Trust ETF (SIVR) as a proxy for silver.
4. Return calculation uses Cushing, OK WTI spot price FOB as a proxy for oil.

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Wall Street to Wisconsin