

MANAGED ETF
PORTFOLIO
CHARACTERISTICS**
AS OF: 11/30/2013

Tactical Muni ETF:
Duration: 5.29yrs
Average Maturity: 7.15yrs
Indicated Yield: 2.85%
Blended 30-Day
SEC Yield: 2.49%

Core Plus ETF:
Duration: 4.87yrs
Average Maturity: 6.59yrs
Indicated Yield: 2.32%
Blended 30-Day
SEC Yield: 2.17%

Tactical Opportunity ETF:
Duration: 4.98yrs
Average Maturity: 6.85yrs
Indicated Yield: 2.73%
Blended 30-Day
SEC Yield: 2.40%

**Blended Portfolio
Characteristics based upon
official Fund data published by
each sponsor firm and have
been compiled using weighted
averages of then current
portfolio positioning. These
characteristics are believed to
be accurate but are not
guaranteed.

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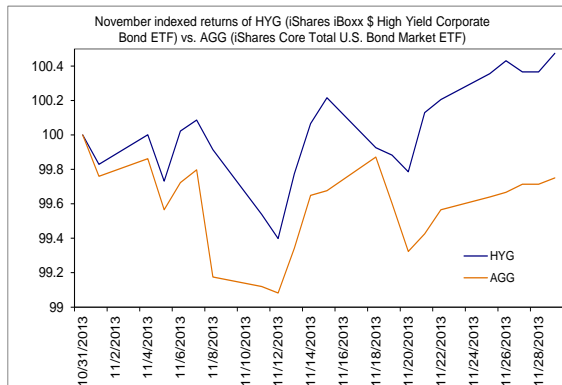
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Strategic Overview

- November trading activity pulled US Treasury yields higher as traders speculated on the timing and magnitude of the Fed's inevitable stimulus reduction. Yellen's mid-month, dovish testimony before the Senate Banking Committee gave the bond sell-off pause, yet positive economic data regained the market's focus and sent the 10 year rate 20 basis points (0.20%) higher for the month.
- Investment Grade and High Yield Corporate debt outperformed the broad taxable index, and an overweight in each boosted performance relative to both indices and broad market ETF alternatives. Overweights to New York and California ETFs, which continued to benefit from limited supply, helped the Muni strategy outperform its broad market ETF alternatives. And, in a month of rising rates, portfolios benefitted from lower rate sensitivity due to shorter-than-benchmark duration positioning.
- We are holding each strategy's target duration slightly shorter than benchmark, and we continue to watch for increasingly firm economic activity, taper talk from the Fed, and timely resolution in DC to the upcoming fiscal battles. Any or all of these items could impact our outlook and call for more defense in portfolios.

Chart of Interest



What We Are Reading

[Fed's Lockhart Says it is Time to Think About Tapering](#)
(Subscription Required)

[Yuan Passes Euro as 2nd Most Used Trade-Finance Currency](#)

[Age of Austerity Nearing End May Boost Global Economy](#)

[Congress Faces Long To-Do List Before Year's End](#)
(Subscription Required)

Please remember that past performance may not be indicative of future results. Different types of investments involve varying degrees of risk, and there can be no assurance that the future performance of any specific investment, investment strategy, or product made reference to directly or indirectly in this piece, will be profitable, equal any corresponding indicated historical performance level(s), or be suitable for your portfolio. Due to various factors, including changing market conditions, the content may no longer be reflective of current opinions or positions. Moreover, you should not assume that any discussion of information contained in this piece serves as the receipt of, or as a substitute for, personalized advice from Caprin Asset Management. To the extent that a reader has any questions regarding the applicability to their situation of any specific issue discussed above, they are encouraged to consult with the professional advisor of their choosing. A copy of our current written disclosure statement discussing our advisory services and fees is available for review upon request.

Managed ETF Performance (Net of Fees)

Tactical Muni ETF: NY- and CA-specific ETF positions and slightly short duration profile helped performance vs ETF alternative.

	November 2013	YTD 2013	12 Months Ending 11/13
Tactical Muni ETF Strategy	-0.28%	-1.97%	-4.55%
iShares National Tax Free Muni ETF (MUB)	-0.47%	-3.04%	-5.54%
Barclays Municipal Bond Index	-0.21%	-2.31%	-3.52%

Core Plus ETF: Modest "risk on" bias and shorter duration drove outperformance.

	November 2013	YTD 2013	12 Months Ending 11/13
Core Plus ETF Strategy	-0.14%	-1.78%	-2.17%
iShares US Aggregate Bonds ETF (AGG)	-0.43%	-1.78%	-2.01%
Barclays US Aggregate Bond Index	-0.37%	-1.46%	-1.59%

Tactical Opportunity ETF: Small overweight to taxable sector and "risk on" posture boosted November performance.

	November 2013	YTD 2013	12 Months Ending 11/13
Tactical Opportunity ETF Strategy	-0.20%	-2.03%	-3.46%
50% MUB/ 50% AGG	-0.45%	-2.40%	-3.77%
50% Muni Index / 50% Taxable Index	-0.29%	-1.88%	-2.55%