CLARUS
WEALTH ADVISORS

Relational Factors Portfolio Series

Overview

The objective of the **Relational Factors Portfolios** is to seek positive, risk-adjusted returns by determining how asset classes are valued relative to each other. The portfolios are constructed using an asset allocation process that seeks positive, risk-adjusted total returns. Clarus offers three risk levels - Income, Balanced, and Growth, as well as a Blended Growth option (50% Growth / 50% Sectors).

The objective of the **Relational Factors Sectors Portfolio** is to also seek positive, risk-adjusted returns, but differs by determining how asset classes are valued relative to each other. The portfolio is constructed using an asset allocation process that seeks market sectors that are out of favor or have underperformed relative to other sectors. The portfolio will be constructed to anticipate market rotation to the sectors that were previously mis-priced.

All asset classes are utilized through Exchange Traded Funds (ETFs) and a few, highly-rated mutual funds that replicate a particular asset class. ETFs provide a true asset class match without the "style-drift" of mutual funds and are generally a less expensive asset to use in portfolio construction. ETFs can also throughout the day, which helps in the event market volatility creates opportunity.

Based on market volatility, the portfolio will typically be rebalanced quarterly. Tax sensitivity will be considered in individual accounts but will not override the decision to rebalance.

Relational Factors Portfolio Offerings

Below you'll find a table of each Relational Factors portfolio offering, describing how the general asset allocation is weighted, the primary goals of each approach, and the risk level.

Clarus ETF Portfolio	Equity Exposure	Fixed Income Exposure	Strategy	Risk Level
Relational Factors Income	40%	60%	Asset Allocation	Conservative
Relational Factors Balanced	60%	40%	Asset Allocation	Moderate
Relational Factors Growth	80%	20%	Asset Allocation	Moderately Aggressive
Relational Factors Sectors	100%	0%	Sector Rotation	Aggressive
Rel Factors Blended Growth	90%	10%	Blended	Moderately Aggressive

Summary

Investment Style:	*Strategic*
Methodology:	*Asset Allocation / Sector Rotation*
Asset Category:	*ETFs / Mutual Funds*
Risk Level:	*Varied*
# of Holdings:	*Varied*
Investing Time Frame:	*3-5 Years*
Portfolio Minimum:	*$50,000*