Nasdaq Dorsey Wright's Custom Model Builder

Model Builder gives our users access to one of the most powerful strategy construction tools we have ever developed, making it much easier to build, analyze, and manage customizable, rules-based strategies. Users can leverage NDW's Relative Strength tools to create dynamic portfolios from existing or custom universes of stocks, ETFs, mutual funds, and even other models. Choose the trading frequency that fits your schedule and set alerts to make trading and rebalancing straightforward.

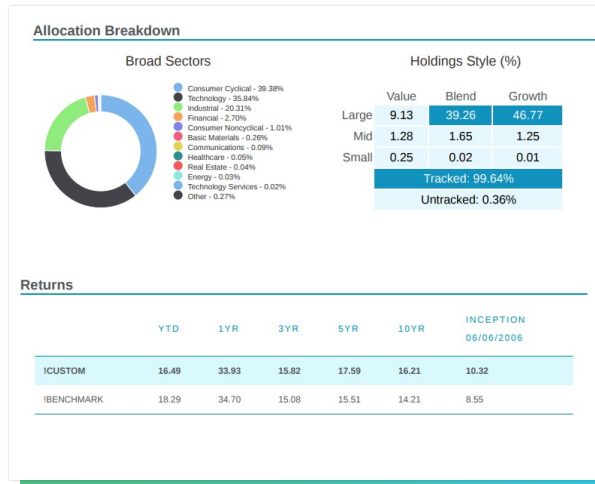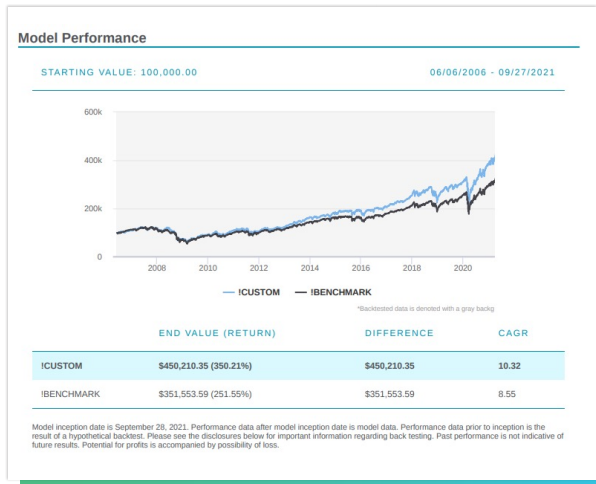## Common Uses of NDW's Custom Modeling Capability

- Variations of existing NDW Models altered to better fit you and your clients objectives?

- Apply existing model rules to a different universe

- Change model rules to alter a model's risk, return, and turnover profile

- Add, remove, or change a cash component for downside protection

- Create concentrated Relative Strength portfolios from a stock index or a firm's recommended list

- Sector rotation strategies using ETFs with features designed to make scaling your process easier

- Rules-based models for client 401ks and other unique universes

- Custom multi-factor portfolios combining NDW's Relative Strength metrics with additional factors like income and low volatility

- Strategically allocated portfolios combining sleeves of models, funds, or stocks to create complete allocations

Add a Top-Down Tactical Allocation Overlay

- Use Nasdaq Dorsey Wright's Dynamic Asset Level Investing (DALI) tool to systematically overweight asset classes exhibiting Relative Strength and underweight weaker asset classes

- Maintain minimum allocations to asset classes to keep your portfolio properly diversified

- Add a static sleeve within your tactical allocation to construct a portfolio with a core/satellite approach

View detailed portfolio statistics for your model relative to a benchmark

Performance Statistics

METRIC (INCEPTION)	!CUSTOM	!BENCHMARK
	PORTFOLIO STATISTICS METRICS	
Alpha	0.14	-
Beta	1.00	-
Correlation	0.95	-
Sharpe Ratio	0.59	0.52
Information Ratio	0.32	0.00
Downside Market Capture	96.63	-
Upside Market Capture	104.62	-

Model Performance

STARTING VALUE: 100,000.00   06/06/2006 - 09/27/2021

— !CUSTOM   — !BENCHMARK

*Backtested data is denoted with a gray backg

	END VALUE (RETURN)	DIFFERENCE	CAGR
!CUSTOM	$450,210.35 (350.21%)	$450,210.35	10.32
!BENCHMARK	$351,553.59 (251.55%)	$351,553.59	8.55

Model inception date is September 28, 2021. Performance data after model inception date is model data. Performance data prior to inception is the result of a hypothetical backtest. Please see the disclosures below for important information regarding back testing. Past performance is not indicative of future results. Potential for profits is accompanied by possibility of loss.

Allocation Breakdown

Broad Sectors

- Consumer Cyclical - 39.38%
- Technology - 35.84%
- Industrial - 20.31%
- Financial - 2.70%
- Consumer Noncyclical - 1.01%
- Basic Materials - 0.26%
- Communications - 0.09%
- Healthcare - 0.05%
- Real Estate - 0.04%
- Energy - 0.03%
- Technology Services - 0.02%
- Other - 0.27%

Holdings Style (%)

	Value	Blend	Growth
Large	9.13	39.26	46.77
Mid	1.28	1.65	1.25
Small	0.25	0.02	0.01

Tracked: 99.64%
Untracked: 0.36%

Returns

	YTD	1YR	3YR	5YR	10YR	INCEPTION 06/06/2006
!CUSTOM	16.49	33.93	15.82	17.59	16.21	10.32
!BENCHMARK	18.29	34.70	15.08	15.51	14.21	8.55

Generate Customizable Fact Sheets

- Add your own branding, commentary, and disclosures
- Select the specific model information and data to include
- Choose a benchmark and additional comparison model or fund to compare your model's performance
- Set a regular schedule for your fact sheets to update

Stay in Compliance

- Limit your model's allocation to certain investment categories and cap its concentration in any one security
- Maintain a record of your model's trades and the reason each trade was triggered
- Make sure your model's universe is investible and matches the appropriate risk and return characteristics

Contact sales@dorseywright.com with questions or to discuss a subscription to the NDW Model Builder.