

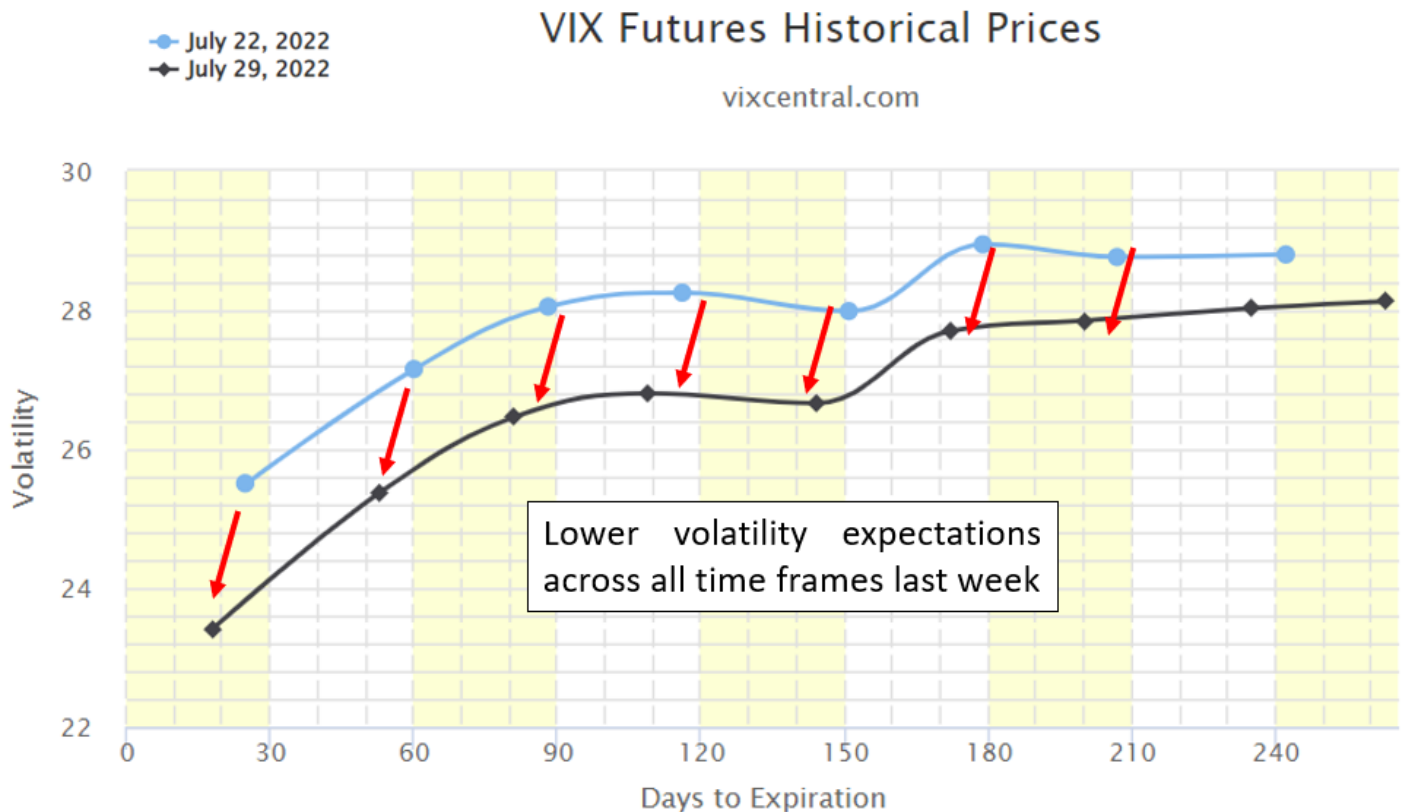


The Volatility Watch

A Weekly Commentary On The Volatility Marketplace
Free weekly delivery

For Week Ending 7/29/2022:

Cheered by hopes for a peak in inflation and interest rates, the S&P 500 finished its best month of 2022 with a parallel shift lower in the VIX futures curve indicating lower volatility expectations across all time frames. For now, it appears that the year's tepid VIX had been correctly anticipating such a turn for stocks. Of course, hopes are often dashed by reality, and with the Fed raising interest rates as the economy enters a recession, substantial risks remain for the "soft landing" narrative.



DUE TO A SYSTEM ISSUE, EXPOSURE CHARTS FOR THE TACTICAL BETA AND ALPHA SEEKER STRATEGIES ARE NOT AVAILABLE THIS WEEK

The Tactical Beta strategy dropped its remaining VIX exposure and is currently close to 100% long the S&P 500.

The Alpha Seeker strategy abandoned a short S&P 500 trade, currently all cash as it contemplates its next move.

Disclosure

Investing involves risk, including the possible loss of principal.

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**The Sample Account for the Tactical Beta Strategy (f/k/a U.S. Equity Smart Index strategy) is for the longest tenured account managed by Mike and Matt Thompson from November 1, 2016 through July 29, 2022. **The Sample Account for the Alpha Seeker Strategy consists of three accounts managed by Mike and Matt Thompson for portions of the time period between October 1, 2011 through July 29, 2022 to form one continuous Sample Account. Currently, at Thompson Capital Management LLC (TCM), the Thompsons manage a composite of separately managed accounts for each strategy which has used substantially the same investment objectives, policies, and principles as while the Thompsons were at prior investment management firms. Mike and Matt Thompson, as employees of LHA, will implement the strategies for LHA clients. LHA has an exclusive license from TCM to employ and market the TCM LHA Tactical Beta strategy and the Alpha Seeker strategy referred to herein.*

VIX is the ticker symbol for the Chicago Board Options Exchange (Cboe) Volatility Index, which shows the market's expectation of 30-day volatility. References to the S&P 500[®], the S&P, and to the market generally are to the Standard & Poor's 500[®] Index (SPX) which is the market capitalization-weighted index of 500 leading companies in leading industries of the U.S. economy that does not include re-investment of dividends in the calculation of the index total return.

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