

## What is Tactical Select?

The **Tactical Select strategy** offered by Stansberry Asset Management, LLC (“SAM”) combines qualitative judgment with quantitative risk management to achieve growth, capital preservation, and income generation.

This strategy draws on ideas from across all SAM portfolios. Thus, it blends together three investment objectives: growth, capital preservation, and income generation. SAM actively manages the portfolio to ensure appropriate diversification is met through asset allocation and position sizing. Subject to market conditions, we anticipate the strategy will typically hold around 40 positions.

An additional layer of risk management is implemented by using TradeSmith’s™ suite of portfolio management tools, including their flagship products TradeStops and the Volatility Quotient (VQ). TradeSmith™ seeks to provide hedge fund-level insights powered by sophisticated risk-based algorithms that optimize the investment process.

## The Best of Both Worlds

**Tactical Select is an optimized blend of SAM’s fundamental, qualitative approach and TradeSmith’s™ proprietary quantitative system.**

Only investments that meet our fundamental criteria and stand up to rigorous testing via TradeSmith’s™ suite of tools are selected for this strategy.

We will continue to update the portfolio as we source new investment ideas that are optimal candidates for Tactical Select. We will also diligently monitor TradeSmith’s™ risk metrics and will exit positions that no longer satisfy our strict scoring criteria.

The degree to which we are invested is guided by TradeSmith’s™ assessment of market conditions. We expect to be less invested during unfavorable times. Conversely, we’ll look to be more fully invested when TradeSmith™ has identified that conditions are ripe.

### Top 10 Holdings as of 6/30/2023

| HOLDING               | TICKER | WEIGHTING |
|-----------------------|--------|-----------|
| US DOLLARS            | -      | 5.63%     |
| THE VITA COCO COMPANY | COCO   | 2.82%     |
| BEAN ROOFING SUPPLY   | BECN   | 2.77%     |
| PARKER-HANNIFIN       | PH     | 2.63%     |
| COMFORT SYSTEMS USA   | FIX    | 2.58%     |
| NOVO NORDISK          | NVO    | 2.49%     |
| SIMPSON MANUFACTURING | SSD    | 2.45%     |
| NVR                   | NVR    | 2.41%     |
| CBOE GLOBAL MARKETS   | CBOE   | 2.40%     |
| FISERV                | FI     | 2.40%     |

## Tactical Select... powered by TradeSmith™



### Company Analysis

- Balance Sheet Health
- Earnings Growth
- Management & Governance
- Capital Efficiency
- Valuation



### Industry Analysis

- Competitive Position
- Regulation
- Market Structure
- Disruption Susceptibility
- Bargaining Power



### Quantitative Analysis

- Health
- Trend
- Sector & Style Strength
- Timing
- Relative Strength



### Macroeconomic Analysis

- Economic Growth
- Interest Rates
- Labor
- Trade
- Inflation

---

**646.854.2995 • [info@stansberryam.com](mailto:info@stansberryam.com) • [STANSBERRYAM.COM](http://STANSBERRYAM.COM)**

Stansberry Asset Management ("SAM") is a Registered Investment Advisor with the United States Securities and Exchange Commission. File number: 801-107061. Such registration does not imply any level of skill or training. This presentation has been prepared by SAM and is for informational purposes only. Under no circumstances should this report or any information herein be construed as investment advice, or as an offer to sell or the solicitation of an offer to buy any securities or other financial instruments.

Inherent in an investment account managed by SAM is the potential for loss, and there can be no assurance that SAM or its various investment strategies will achieve its objectives or avoid significant losses.

Stansberry Research is a subscription-based publisher of financial information. Stansberry Research is not regulated by the Securities and Exchange Commission. Stansberry Research and SAM are overseen by different boards and are operated separately by different management teams.

SAM's management team is responsible for the investment decisions of SAM. The members of SAM's management team are not officers or editors of Stansberry Research and have no financial interest in Stansberry Research.

The writers at Stansberry Research are not personally involved in the day-to-day management of SAM or its investment advisory services, but some of them may choose to become clients of SAM.

Although SAM will utilize investment research published by Stansberry Research, SAM has no special or early access to such research. It receives information from Stansberry Research just like any other subscriber does – after the issues are published.

An arrangement exists under which Stansberry Research will be compensated by SAM for SAM's use of the "Stansberry" name, for marketing to Stansberry Research subscribers, and in certain instances if a reader enters into an investment advisory relationship with SAM. Additional information about this arrangement and Stansberry Research will be furnished upon request.

The statements and views expressed herein may not express current views or positions. In addition, the views expressed may be historic or forward-looking in nature, may reflect significant assumptions and subjective judgments, and are subject to change without notice. SAM does not undertake to revise or update this information in any way. In some circumstances, this report may employ data derived from third-party sources. No representation is made as to the accuracy of such information and the use of such information in no way implies an endorsement of the source of such information or its validity.