

EAM Asset Allocation Taxation

1. All taxation is Long-Term - 15 month rebalance
2. Tax event only 3 of 4 years - 15 month rebalance
3. Efficient products avoid throwing off annual tax events - ETF structure
4. Partial liquidations, not full - Rebalancing process simply adjusts many positions up and down
5. Majority of taxation is deferred into the future for as long as the portfolio is held - the majority of a taxable account acts like a tax deferred account

Short-term tax consequences can be realized in the first year of investment when establishing an account in the EAM Asset Allocation models and in the first year on any subsequent investments in the EAM Asset Allocation models.

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