

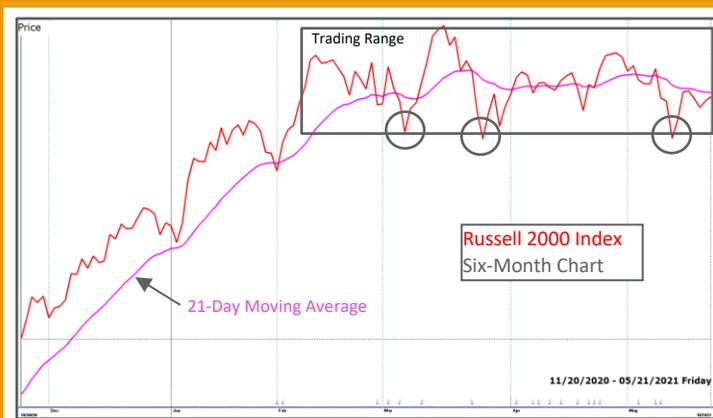


# RGB Perspectives

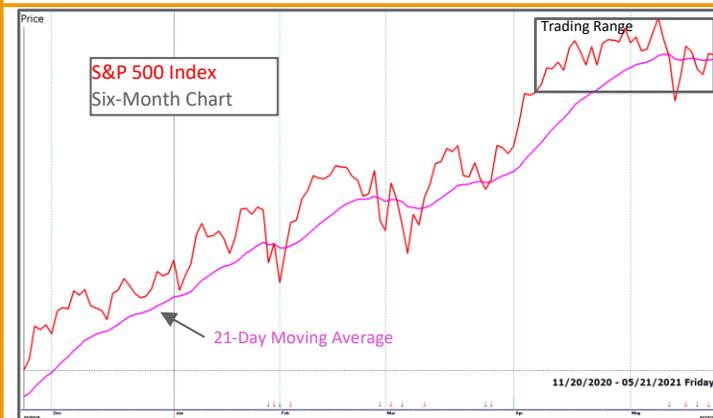
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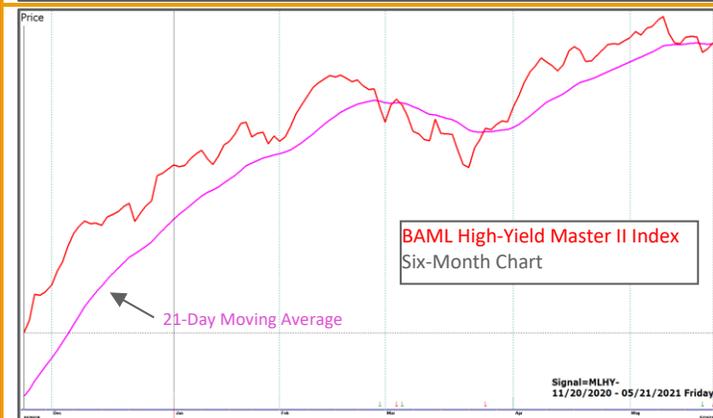
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The recent trading range environment persists. The **Russell 2000 Index** of small cap stocks remains range bound and is at the same level it was in early February. The bottom of the range has formed a fairly strong level of support as the index has bounced off this level three times in the last four months.



More recently, the **S&P 500 Index** has moved into a trading range. The large-cap index is at the same level it was in mid-April.



Even the **BAML High-Yield Master II Index** has flattened out, confirming the recent uncertainty in the stock market.

Much of the stock market is in a trading range. During times like this, patience is required as we wait for a future trend to develop. At some point in the future, the market will break out above the top of the range to new all-time highs or break below the bottom of the range. Whatever happens, a breakout from the trading range environment will provide important clues to the future short-term direction of the stock market.

I have not made any adjustments to the RGB Capital Group holdings in recent weeks as I wait for a new trend to develop. Some of our low volatility holdings in the Core and Balanced strategies remain in uptrends but those trends have slowed as the market has moved sideways. The equity positions in the Balanced and Flex+ strategies remain in a reduced risk profile. I will continue to monitor the stock market environment and our holdings and make adjustments as necessary.

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