



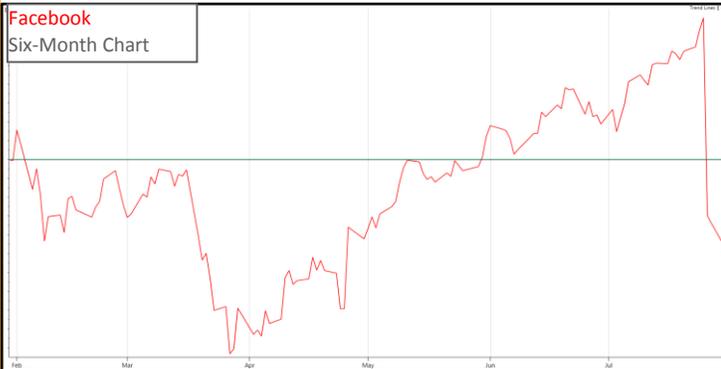
RGB Perspectives

July 30, 2018

Written by Rob Bernstein (rob@rgbcapitalgroup.com)

RGB Capital Group LLC • 858-367-5200 • www.rgbcapitalgroup.com

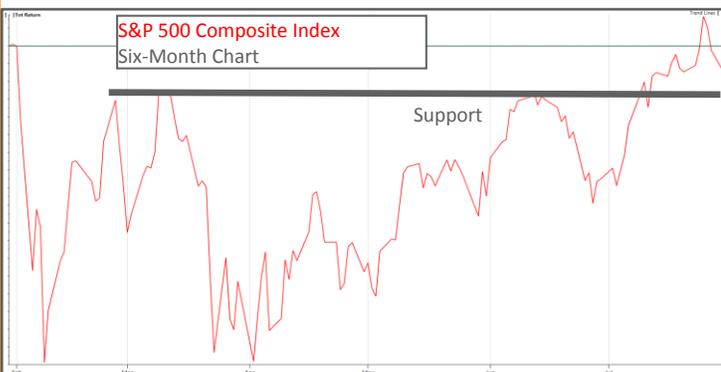
All clients and friends of RGB Capital Group are invited to attend our annual meeting scheduled for Saturday, September 29 in Los Angeles and Saturday, October 6 in San Diego. For details and online registration please use the following links: [Los Angeles Meeting Details and Registration](#) or [San Diego Meeting Details and Registration](#). If you would like to attend one of these meetings, you must register. For questions, please contact Lois at lois@rgbcapitalgroup.com or 858-367-5200.



I don't show individual stocks in my weekly newsletter very often, but thought it would be appropriate this week. **Facebook**, one of Wall Street's darlings over the last five years, has fallen over 20% in the last three trading days after announcing weak earnings and negative future guidance.



Not surprisingly, this has had a ripple effect through the market. The **Nasdaq Composite Index** has fallen 3.8% over the last three trading days and broke below near-term support.



The **S&P 500 Composite Index** has fared slightly better (down 1.5% over the last three trading days) and has held above a critical level of support.

The recent market action isn't disastrous but could get ugly quickly. I increased market exposure in the RGB Capital Group models over the last two weeks as the major indices started to break above significant resistance levels but my timing was less than ideal. The Conservative models had approximately 15% equity exposure with the remainder invested in primarily low volatility bond funds. The recent downturn in the market has had limited impact on that model. However, the Flexible models had approximately 65% exposure to the equity markets and are now down about 1.5% month-to-date. I have not been pleased with the recent performance of the Flexible model and will be making adjustments to reduce volatility until a more stable market environment presents itself.

RGB Perspectives is provided for general information purposes only. It does not constitute an offer to sell or a solicitation to buy a security, and is not an offer to provide any specific investment advice. Securities held in the RGB models are subject to change without notice. Past performance is not a guarantee of future performance. It is not possible to invest directly in an index. Individual account results will vary from RGB models due to timing of investment, amount of investment and actual securities used. Advisory fees are deducted within the first month of the quarter for the prior quarter. Most data and charts are provided by www.fasttrack.net or TC2000 (www.worden.com). RGB Capital Group contact info: (858) 367-5200. Email: info@rgbcapitalgroup.com