



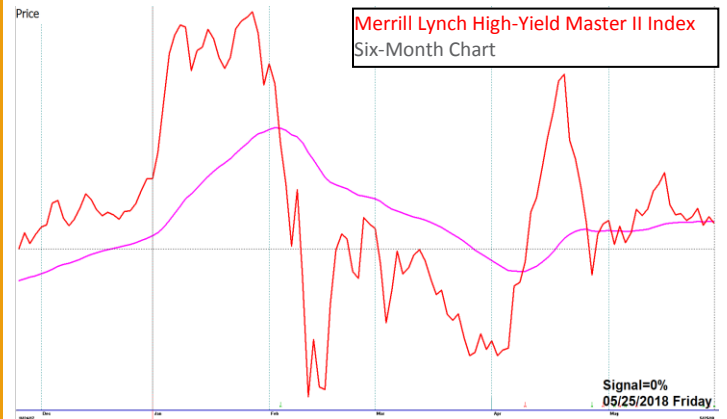
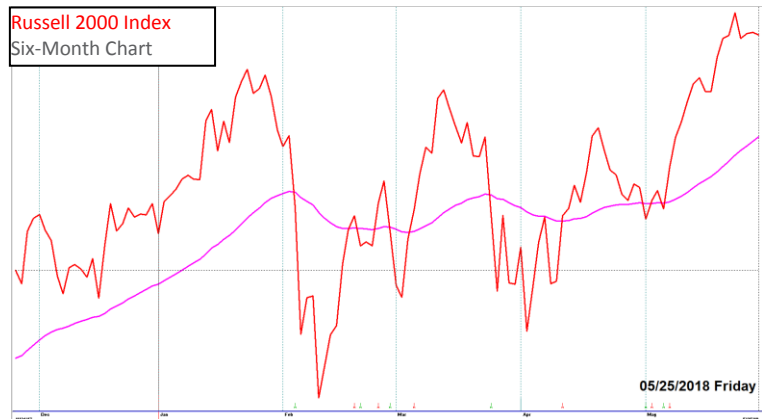
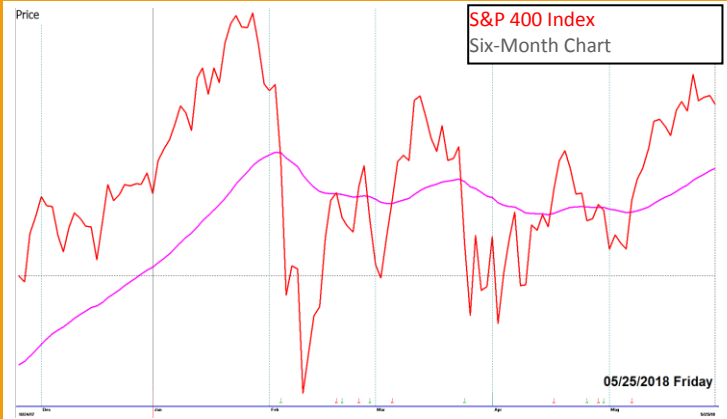
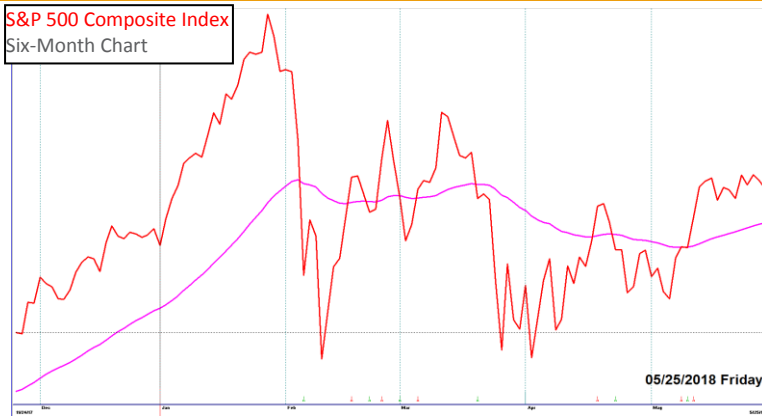
RGB Perspectives

May 28, 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, you must register. For questions, please contact Lois at lois@rgbcapitalgroup.com or 858-367-5200.



I have plotted four of the major market indices that I follow along with their **50-day moving averages**. The 50-day moving average helps us to visualize the trend of the market by removing some of the day-to-day noise. The market trend (i.e. the 50-day moving average) has flattened out over the last several months as volatility picked up during 2018.

More recently, the trend of the Russell 2000 Index (small-cap stocks) and the S&P 400 Index (mid-cap stocks) has started to turn up which may be an indication that some of the recent volatility may be behind us. However, the change in trend is not being confirmed by the S&P 500 Composite Index (large-cap stocks) and the Merrill Lynch High-Yield Master II Index (junk bonds) which have continued to trend sideways. It is unlikely that small- and mid-cap stocks will continue to trend up for a significant period of time without the participation of large-cap stocks and junk bonds. Generally, different segments of the market will all trend up together during strong market environments.

I increased our exposure to the market in May in all of the RGB Capital Group models with exposure to small-cap stocks and commodities. However, commodities, which were in a strong uptrend, turned down sharply at the end of last week erasing the small gains that we accumulated. As a result the RGB Conservative models are about flat for the month, while the RGB Flexible models are down a little. I will continue to adjust our portfolios as market conditions change. I hope you all have a wonderful Memorial Day and take time to remember those that have given their lives for our country.

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