



ONECAPITAL
MANAGEMENT, LLC

Playbook

SPRING 2021

Our *Playbook* is designed to share our quarterly views in a visual presentation with comments providing context to what we believe are the pertinent issues of the most recent quarter and what we see moving forward.

Highlights



The equity market maintains its momentum into 2021, despite continued COVID challenges, with the breadth of the returns spreading to most equity asset classes.

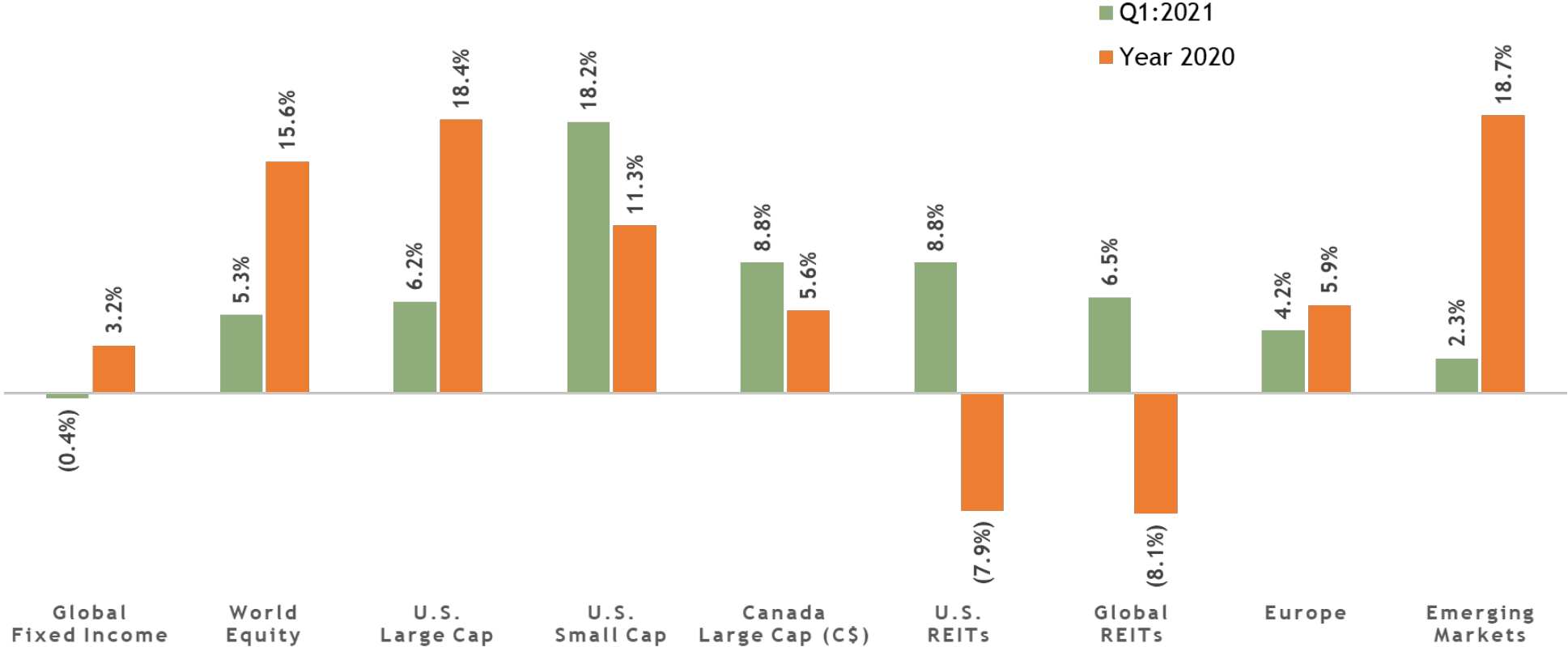
We're gaining the upper hand on COVID-19

The economic growth cycle is underway and will be fueled by aggressive fiscal and monetary policy

Finding yield in a low-yield world

Momentum Continues

Global Capital Market Returns
Periods ending March 31, 2021 & December 31, 2020



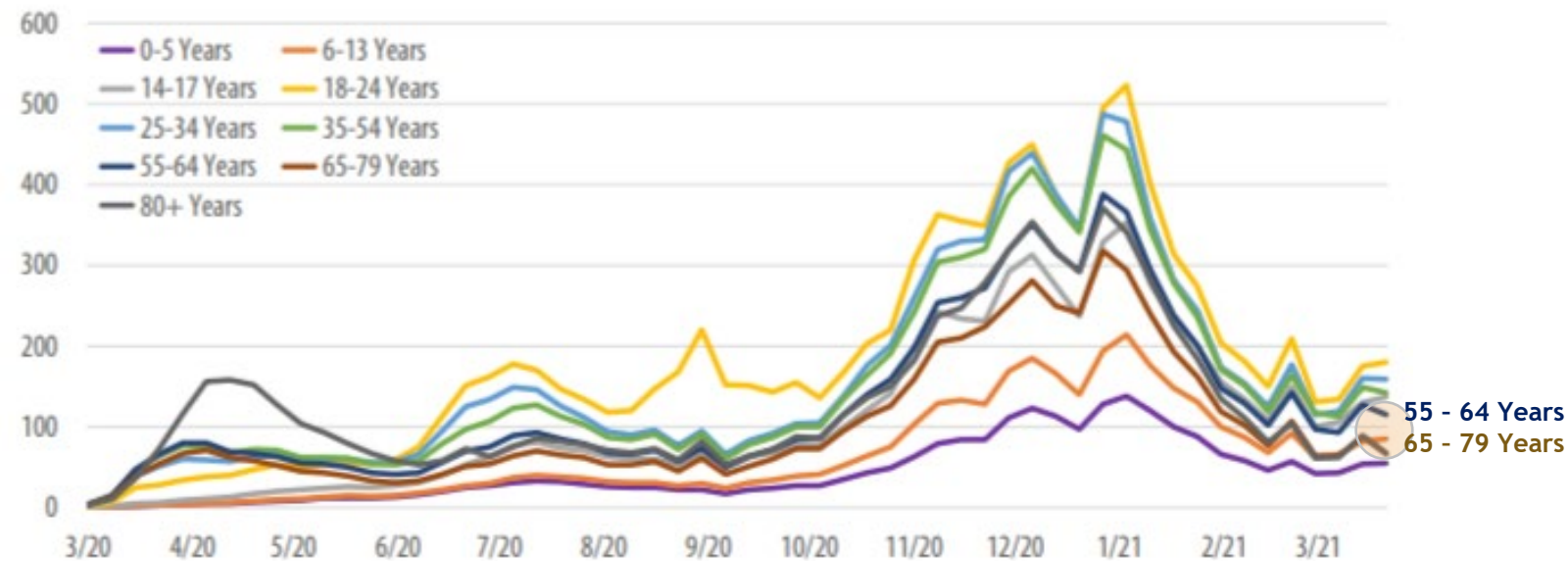
Path to Immunity

235M

doses administered in
the U.S.*

U.S. COVID-19 Weekly Cases per 100,000 Population by Age Group

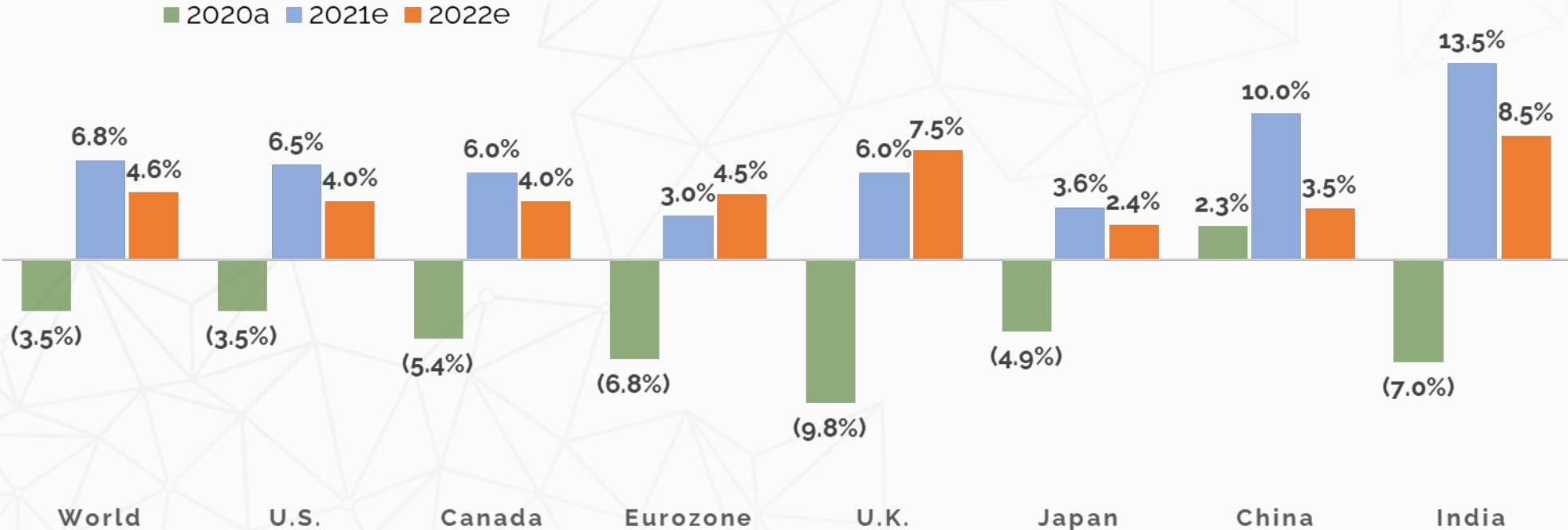
March 7, 2021 - March 27, 2021



More than 180 million Americans with 80% or
better immunity (54.9%)*

A Year (or Two) of Recovery

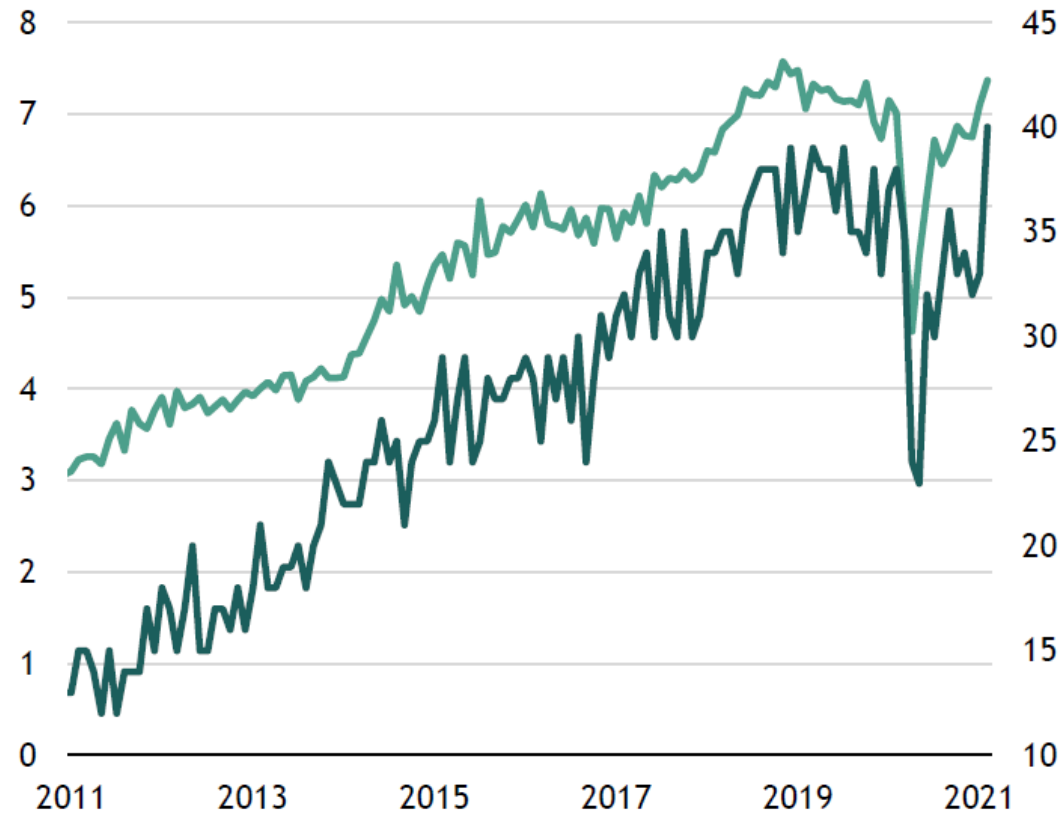
Global GDP Growth



Labor Dynamics

Job Openings & “Hard to Fill” Index

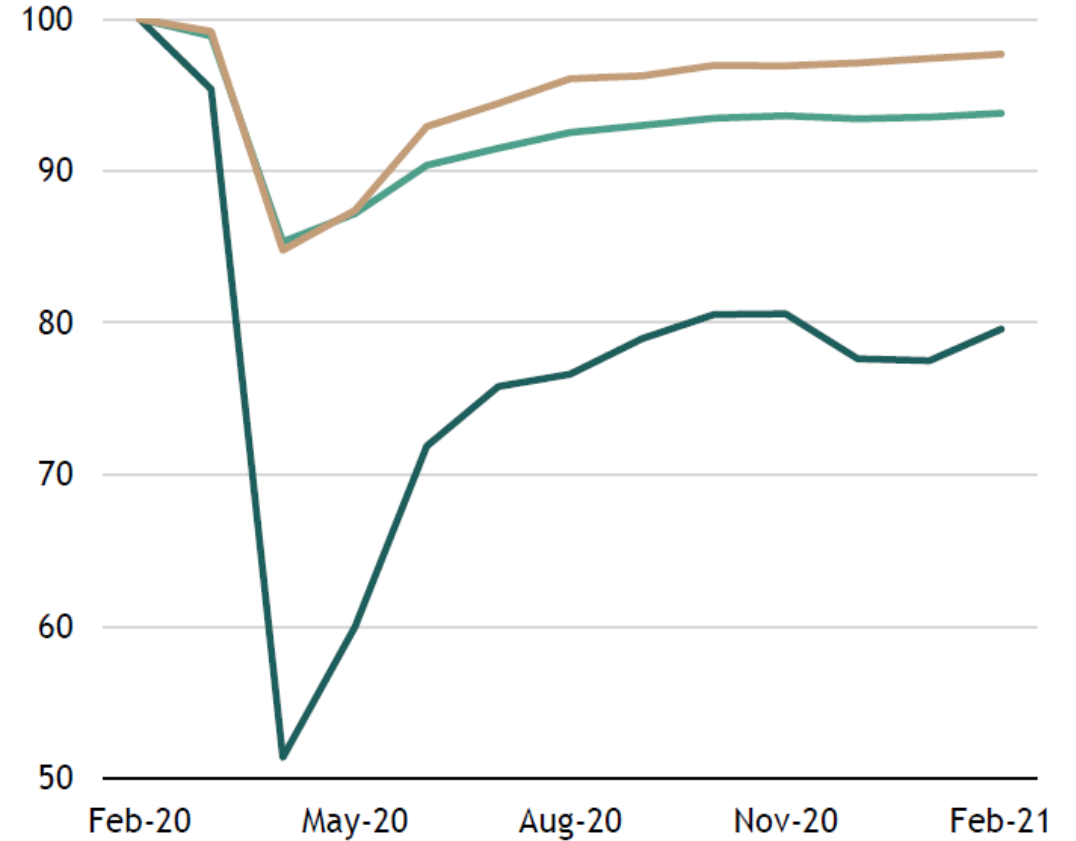
(monthly, millions of job openings)



- “Jobs Hard to Fill” Index (RHS)
- Total Non-farm Job Openings (LHS)

Non-farm Employees

(indexed to 100 as of February 2020, seasonally adjusted)

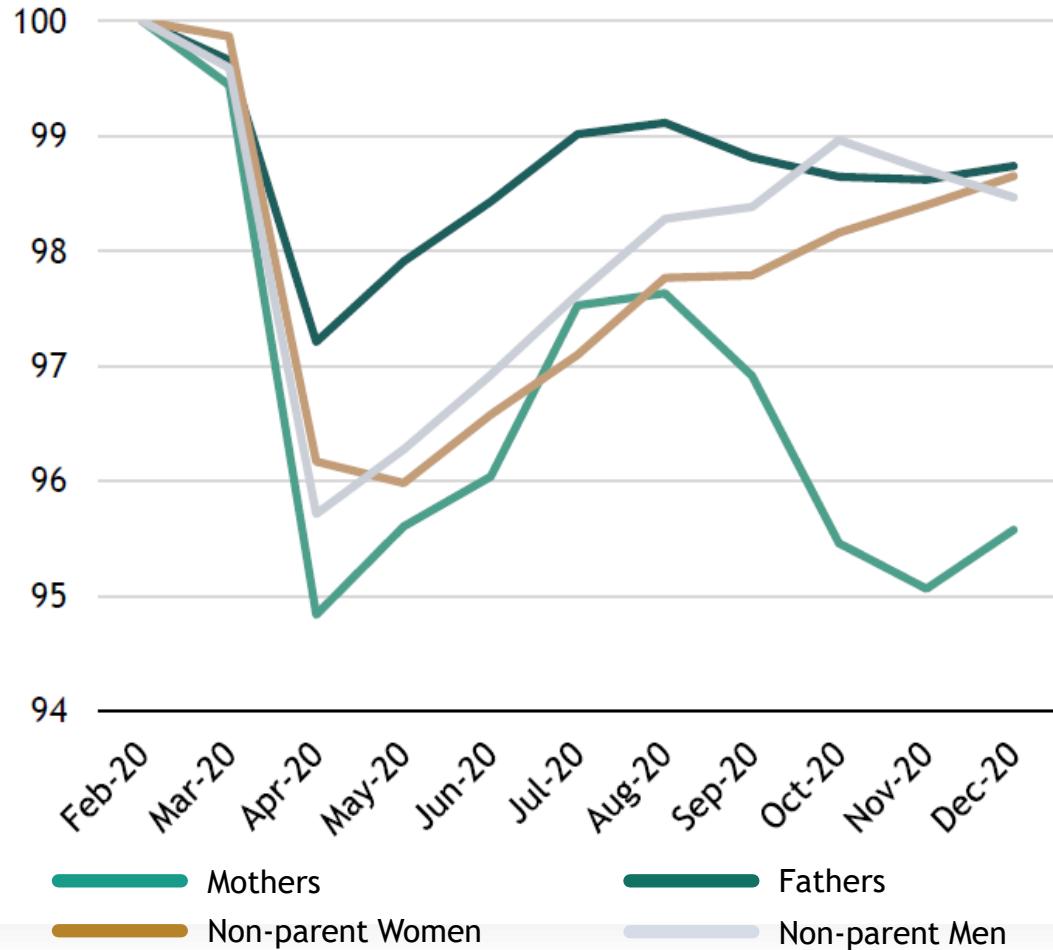


- Leisure and Hospitality
- Total Non-farm
- Retail Trade

Labor Dynamics

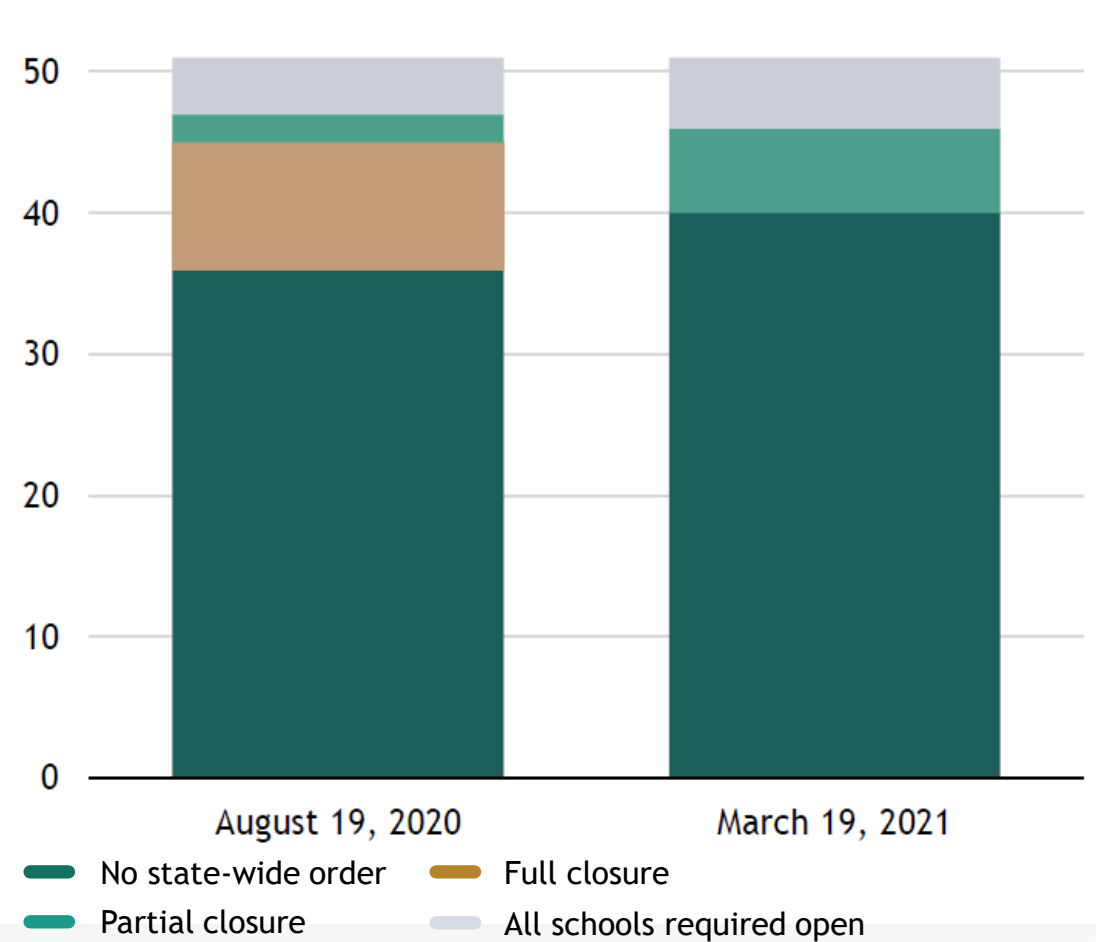
Labor Force Participation Rates

(indexed to 100 as of February 2020, seasonally adjusted)



U.S. School Closures by State Order

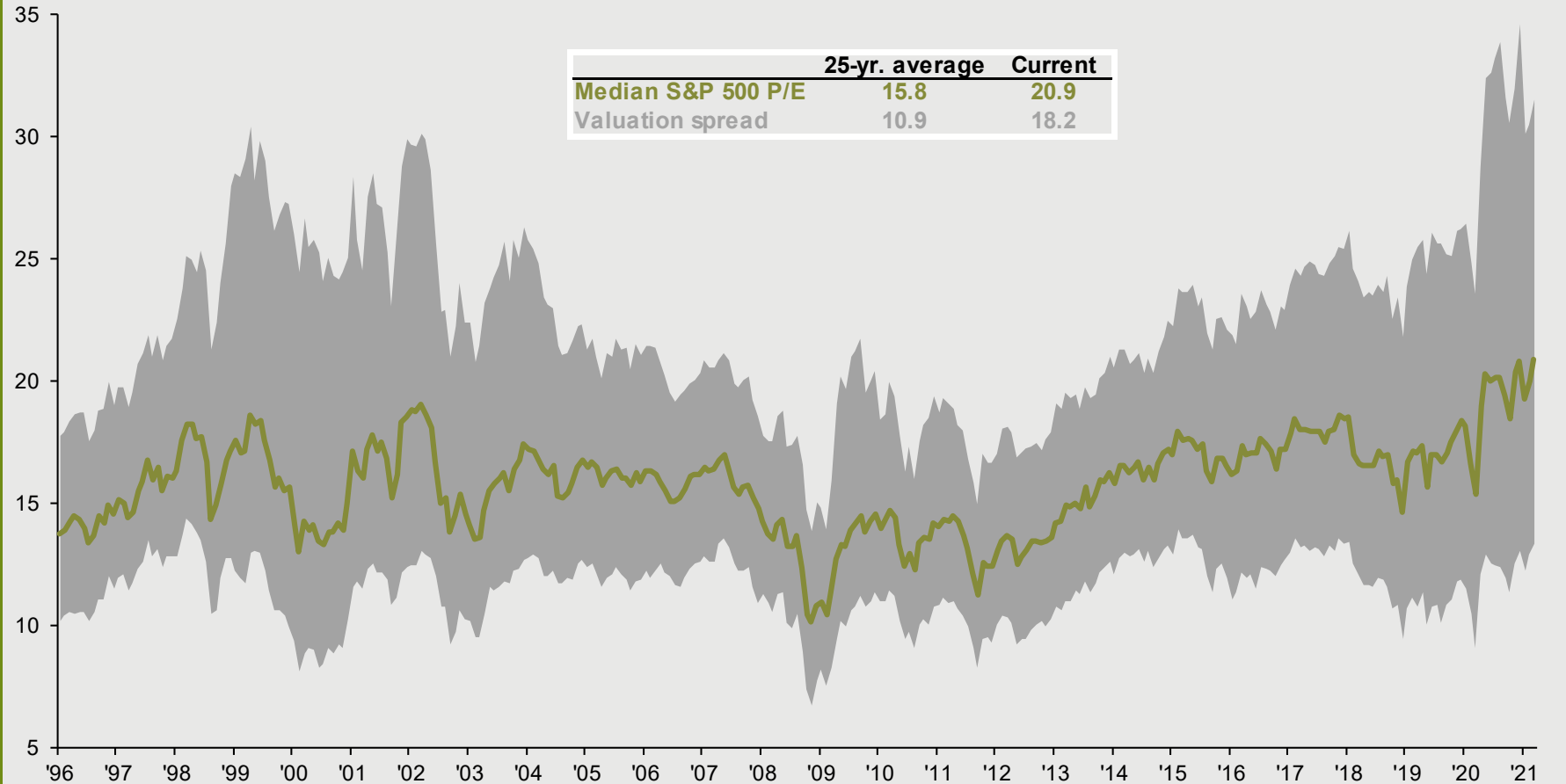
(number of states; 50 states plus Washington D.C.)



Valuation

S&P 500 valuation dispersion

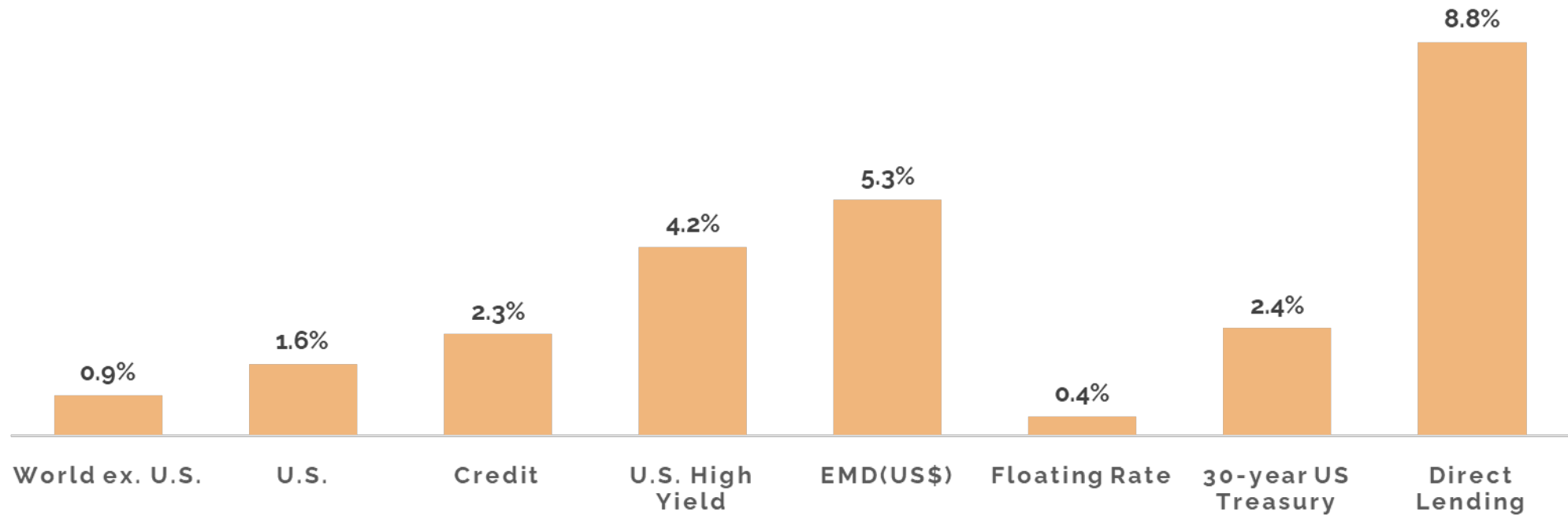
Valuation dispersion between the 20th and 80th percentile of S&P 500 stocks



Yield Dynamics

Global Fixed Income Yields

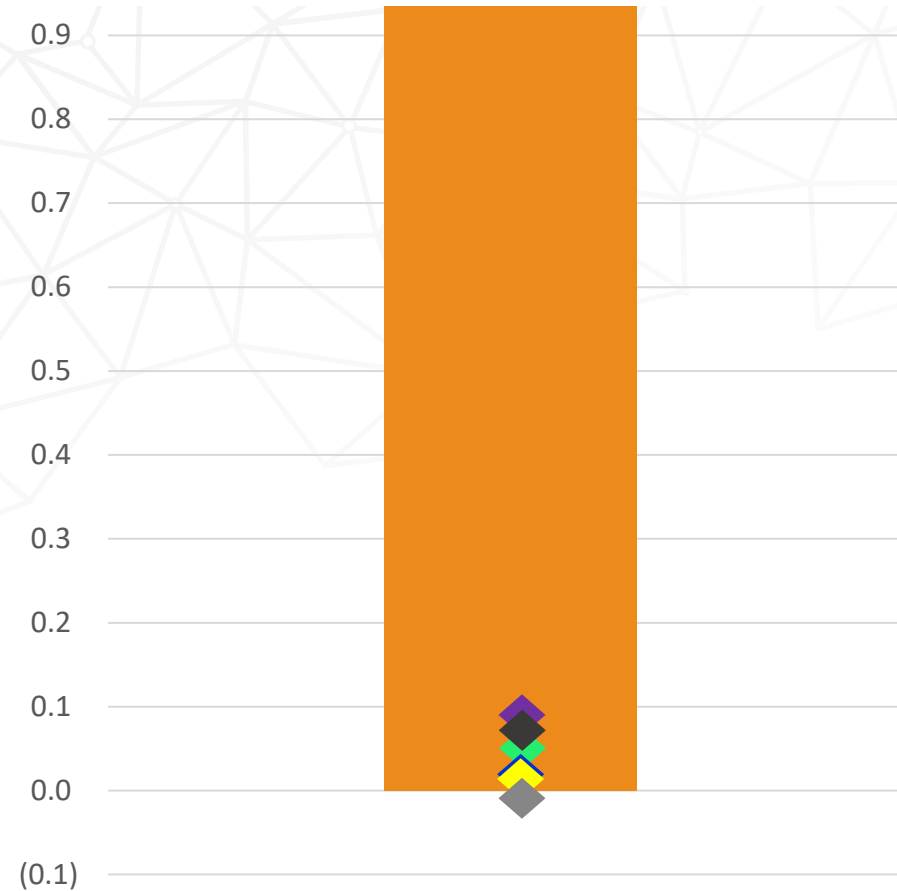
As of March 31, 2021



Diversification

Correlation to Private Debt

As of March 2021



Benchmarks and correlations to Private Debt represented by Private Debt: Cliffwater Corporate Lending Fund (CCLFX), U.S. Intermediate Duration Municipal Bonds: S&P National AMT-Free Municipal Bond Index (0.01), U.S. Short Duration Municipal Bonds: S&P Short Term National AMT-Free Municipal Bond Index 0.09, U.S. Intermediate Duration Investment Grade Bonds: U.S. 5-10 Year Investment Grade Bonds 0.02, U.S. Short Duration Investment Grade Bonds: U.S. 1-5 Year Investment Grade Bonds 0.03, U.S. High Yield Bonds: First Trust Tactical High Yield ETF 0.07, U.S. Stocks: S&P 500 0.05.

Takeaways



We're gaining the upper hand on COVID-19

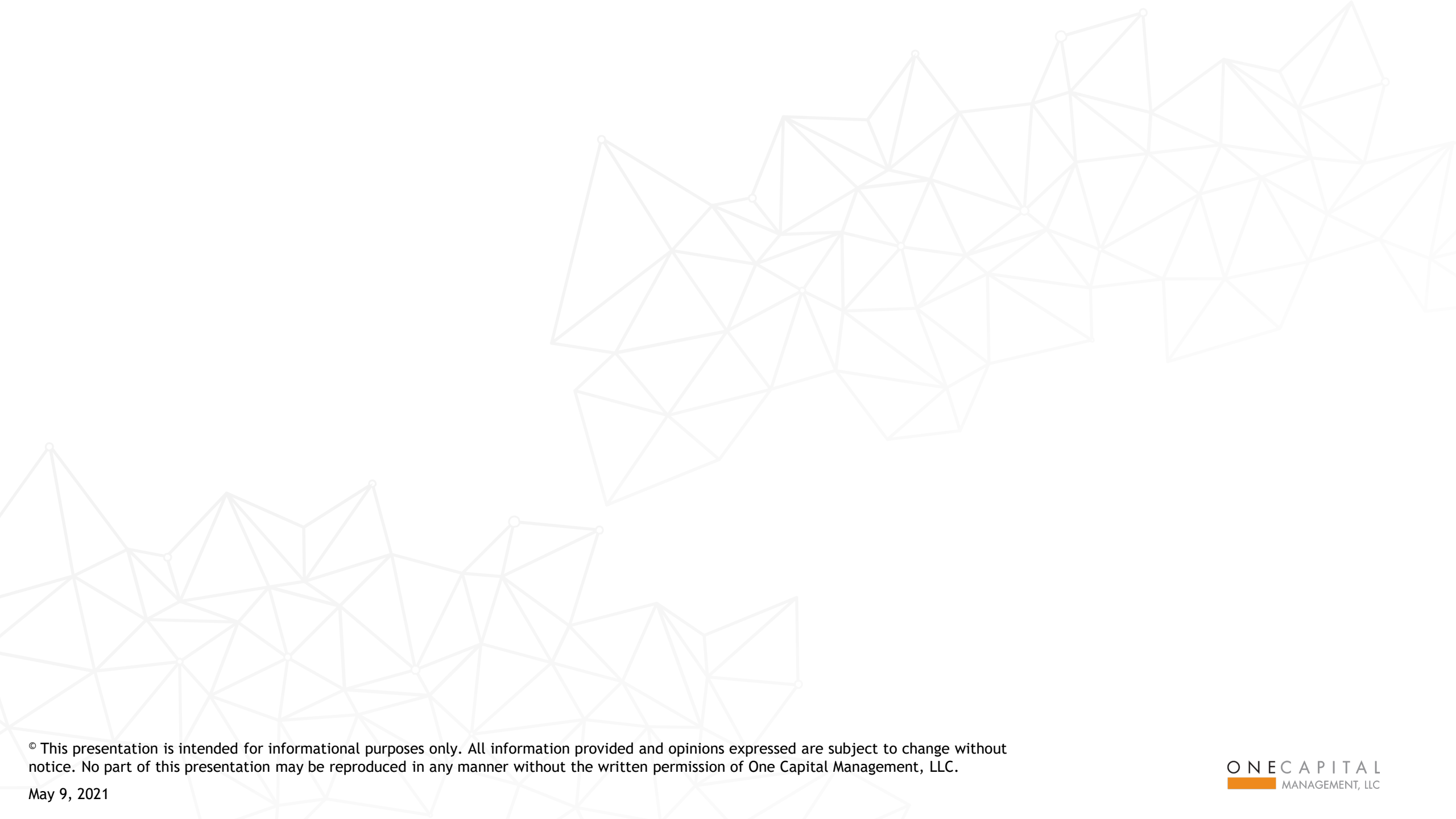
The economic growth cycle is underway and will be fueled by aggressive fiscal and monetary policy

Jobs are available and opportunities will continue as vaccinations lead to more openness. As schools open, women will lead the way.

Parts of the stock market are trading at elevated valuations, but overall, it is not overvalued

And, we can find yield by taking measured credit risk

Q&A



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May 9, 2021