

# CABANA

## Target Drawdown Professional Series

# Fact Sheets

October 30, 2023

Beginning in 2012, Cabana employed its proprietary Cyclical Asset Reallocation Algorithm (CARA) to change the way investors think about risk through what we believe is first ever Target Drawdown approach to investing.

Learn more at:  
[thecabanagroup.com/target-drawdown-series](https://thecabanagroup.com/target-drawdown-series)

# What is Target Drawdown?



All portfolios are constructed with the primary goal of minimizing losses where possible, and especially losses that exceed the applicable target drawdown parameter.



Cabana numerically quantifies acceptable levels of risk at the onset of the investment process and strives to stay within that percentage (or “target drawdown”).



Drawdown is the maximum amount an investment can be expected to fall from peak to trough. This method of drawdown measurement creates a "high-water mark" for the portfolio.



Returns are calculated monthly for purposes of determining the drawdown of the portfolio.

Portfolio	Primary Benchmark	Most suitable for...	Nitrogen Risk Number	
Target Drawdown Professional 5	<b>*The Target Drawdown Professional 5 was discontinued as of October 31, 2023.</b>			Lower Risk, Lower Return Potential
Target Drawdown Professional 7	Morningstar Moderate TR	Conservative investors seeking a low volatility asset allocation strategy with moderate growth may find this portfolio attractive.	RISK 32 #Cabana7	
Target Drawdown Professional 10	Morningstar Moderate TR	Investors seeking exposure to risk assets and a moderate volatility asset allocation may find this portfolio attractive.	RISK 39 #Cabana10	
Target Drawdown Professional 13	Morningstar Moderately Aggressive TR	Investors seeking growth opportunities with tolerance to a higher volatility asset allocation may find this portfolio attractive.	RISK 43 #Cabana13	
Target Drawdown Professional 16	Morningstar Aggressive TR	Aggressive investors seeking growth opportunities through significant equity exposure throughout the market cycle may find this portfolio attractive.	RISK 45 #Cabana16	

This material has been prepared for informational purposes only, and is not intended to provide, and should not be relied on for, tax, legal, accounting, or personalized investment advice. You should consult your own tax, legal, accounting, and financial advisors before engaging in any transaction.

Risk scores as of October 31, 2023. The Risk Number® is a proprietary scaled index developed by Nitrogen to reflect risk for both advisors and their clients. One of the most important drivers of the Risk Number is the measurement of downside risk in a portfolio. Cabana’s Target Drawdown Professional Portfolios are built into Nitrogen and are given a Risk Number for advisor analysis.



# TARGET DRAWDOWN PROFESSIONAL 10

The Target Drawdown Professional 10 is the original of the five portfolios in Cabana's longest-running product series – its Target Drawdown Professional Series. All Target Drawdown Professional Portfolios are a variation of the Target Drawdown Professional 10 and have been constructed by adjusting the drawdown parameters to the desired volatility range. The objective of this portfolio is to seek a limited volatility range (“target drawdown”) of ten percent (10%) from peak to trough. The portfolio primarily invests in broad asset class ETFs among the five major asset classes. Allocation is distributed among major asset classes with a sensitivity to market downturn. Targeted risk parameters are managed using inversely- and non-correlated assets. Investors seeking numerically defined risk objectives and a moderate volatility allocation may find this portfolio attractive. The Target Drawdown Professional Series was designed exclusively alongside a suite of custom services for professional investment advisors and their clients. In our view, all portfolios in Cabana’s Target Drawdown Professional Series provide a viable option for most long-term investors. In September 2020 and July 2021, Cabana released two families of proprietary ETFs for use within the Target Drawdown Professional Series – Target Drawdown ETFs and Target Leading Sector ETFs (“Cabana ETFs”). All Cabana ETFs are comprised of a mix of broad asset-class ETFs. By utilizing Cabana ETFs, we strive to improve the performance, cost and tax efficiency of our actively managed Professional Series.

### Quick Facts

Portfolio Manager:	<b>G. Chadd Mason</b>
Minimum Investment:	<b>\$5,000</b>
Target Drawdown:	<b>10%</b>
Inception Date:	<b>January 1, 2012</b>

### Drawdown Statistics

Maximum Drawdown *	<b>-22.76%</b>
Maximum Drawdown Peak Date	<b>1/1/2022</b>
Maximum Drawdown Valley Date	<b>08/31/2023</b>
Months Exceeding Target Drawdown Since Portfolio Inception	<b>19</b>

\* Maximum Drawdown figures are gross of advisory fees. Net returns and drawdown percentages are available in the charts below.

### Standard Deviation

Std Dev 1 Yr (Mo-End)	<b>8.28%</b>
Std Dev 3 Yr (Mo-End)	<b>9.69%</b>
Std Dev 5 Yr (Mo-End)	<b>10.58%</b>
<b>Current Yield (Mo-End)</b>	<b>5.21%</b>

### Annual Returns

Fund/Benchmark Name	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Target Drawdown Pro 10 Gross	-0.63%	-21.71%	13.92%	8.13%	24.94%	-4.42%	20.32%	4.18%	3.48%	7.07%	2.84%	12.51%
Target Drawdown Pro 10 Net	-2.27%	-23.26%	11.66%	5.99%	22.47%	-6.31%	17.74%	1.11%	0.42%	3.91%	-0.19%	9.19%
Morningstar Moderate TR	0.45%	-14.76%	10.20%	12.81%	19.03%	-4.76%	14.66%	8.57%	-1.79%	4.89%	14.31%	12.04%
SPY	10.50%	-18.25%	28.78%	18.60%	31.22%	-4.57%	21.71%	12.00%	1.23%	13.46%	32.31%	15.99%
Morningstar Category: Tactical Allocation	0.75%	-15.58%	13.15%	8.78%	14.54%	-7.68%	12.32%	6.16%	-5.88%	2.74%	8.47%	9.28%

### Trailing Returns

Trailing returns are annualized for periods greater than one year. The table below is as of October 31, 2023.

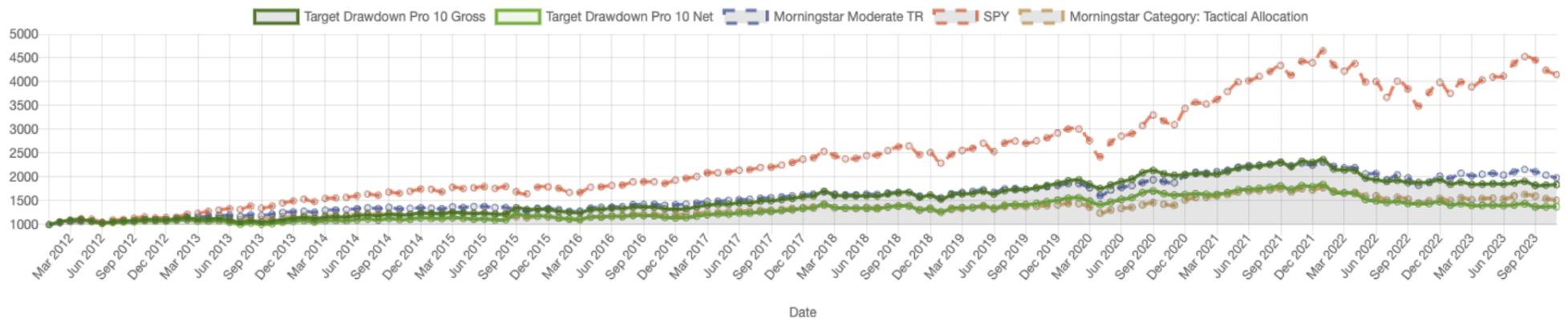
Fund/Benchmark Name	1 Year	3 Year	5 Year	10 Year	Since Inception
Target Drawdown Pro 10 Gross	-2.58%	-3.34%	3.12%	5.20%	5.28%
Target Drawdown Pro 10 Net	-4.51%	-5.26%	1.08%	2.78%	2.75%
Morningstar Moderate TR	4.74%	1.78%	4.38%	4.67%	5.95%
SPY	9.92%	10.23%	10.95%	11.07%	12.78%
Morningstar Category: Tactical Allocation	0.90%	2.46%	2.90%	2.65%	3.56%

### Risk Statistics

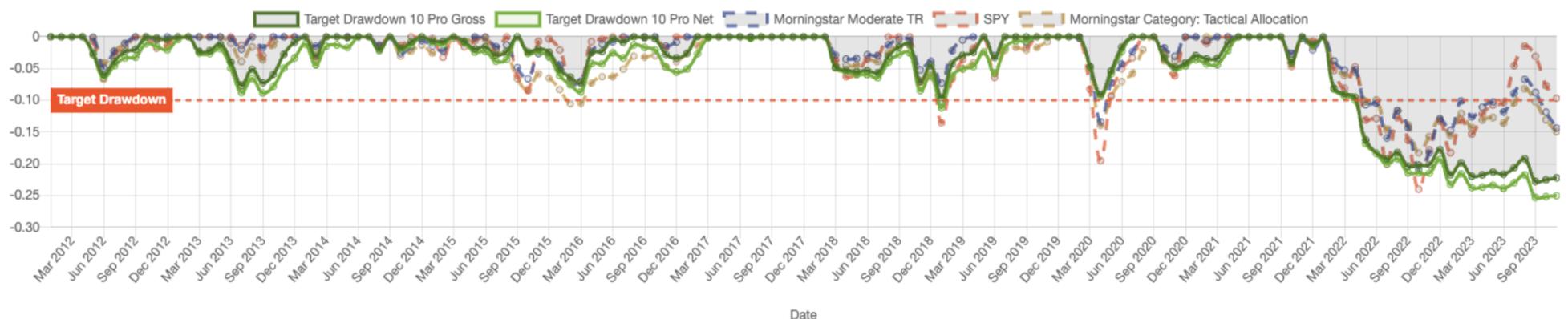
Since inception: January 1, 2012

Fund/Benchmark Name	Alpha	Beta	Sharpe Ratio	Up Capture	Down Capture
Morningstar Moderate TR	0.80%	0.71	0.57	86.85%	85.84%
SPY	-1.09%	0.46	0.85	49.97%	57.28%
Morningstar Category: Tactical Allocation	2.23%	0.80	0.34	98.91%	82.05%

### Growth of \$1,000



### Drawdown





# TARGET DRAWDOWN PROFESSIONAL 13

The Target Drawdown Professional 13 is one of five portfolios in Cabana's longest-running product series – its Target Drawdown Professional Series. The objective of this portfolio is to seek a limited volatility range (“target drawdown”) of thirteen percent (13%) from peak to trough. The portfolio primarily invests in broad asset class ETFs among the five major asset classes. Its allocation allows for potential capital appreciation of growth assets during times of favorable conditions, while maintaining its targeted risk parameters through exposure to inversely- or non-correlated assets during periods of less favorable market conditions. Like other Target Drawdown Professional Portfolios, this portfolio numerically defines risk objectives, but may be appropriate for investors seeking growth opportunities with tolerance to a higher volatility asset allocation. The Target Drawdown Professional Series was designed exclusively alongside a suite of custom services for professional investment advisors and their clients. In our view, all portfolios in Cabana's Target Drawdown Professional Series provide a viable option for most long-term investors. In September 2020 and July 2021, Cabana released two families of proprietary ETFs for use within the Target Drawdown Professional Series – Target Drawdown ETFs and Target Leading Sector ETFs (“Cabana ETFs”). All Cabana ETFs are comprised of a mix of broad asset-class ETFs. By utilizing Cabana ETFs, we strive to improve the performance, cost and tax efficiency of our actively managed Professional Series.

### Quick Facts

Portfolio Manager:	<b>G. Chadd Mason</b>
Minimum Investment:	<b>\$5,000</b>
Target Drawdown:	<b>13%</b>
Inception Date:	<b>October 1, 2016</b>

### Drawdown Statistics

Maximum Drawdown *	<b>-26.78%</b>
Maximum Drawdown Peak Date	<b>1/1/2022</b>
Maximum Drawdown Valley Date	<b>12/31/2022</b>
Months Exceeding Target Drawdown Since Portfolio Inception	<b>19</b>

\* Maximum Drawdown figures are gross of advisory fees. Net returns and drawdown percentages are available in the charts below.

### Standard Deviation

Std Dev 1 Yr (Mo-End)	<b>9.46%</b>
Std Dev 3 Yr (Mo-End)	<b>12.12%</b>
Std Dev 5 Yr (Mo-End)	<b>12.76%</b>
<b>Current Yield (Mo-End)</b>	<b>5.21%</b>

### Annual Returns

2016 returns are from portfolio inception date through Dec. 31, 2016.

Fund/Benchmark Name	2023	2022	2021	2020	2019	2018	2017	2016
Target Drawdown Pro 13 Gross	1.34%	-26.78%	20.18%	6.90%	25.43%	-7.90%	22.60%	-0.47%
Target Drawdown Pro 13 Net	-0.33%	-28.23%	17.80%	4.79%	22.95%	-9.73%	20.18%	-0.97%
Morningstar Moderately Aggressive TR	1.62%	-15.47%	14.05%	13.53%	22.95%	-6.74%	18.89%	1.39%
SPY	10.50%	-18.25%	28.78%	18.60%	31.22%	-4.57%	21.71%	3.95%
Morningstar Category: Tactical Allocation	0.75%	-15.58%	13.15%	8.78%	14.54%	-7.68%	12.32%	0.35%

### Trailing Returns

Trailing returns are annualized for periods greater than one year. The table below is as of October 31, 2023.

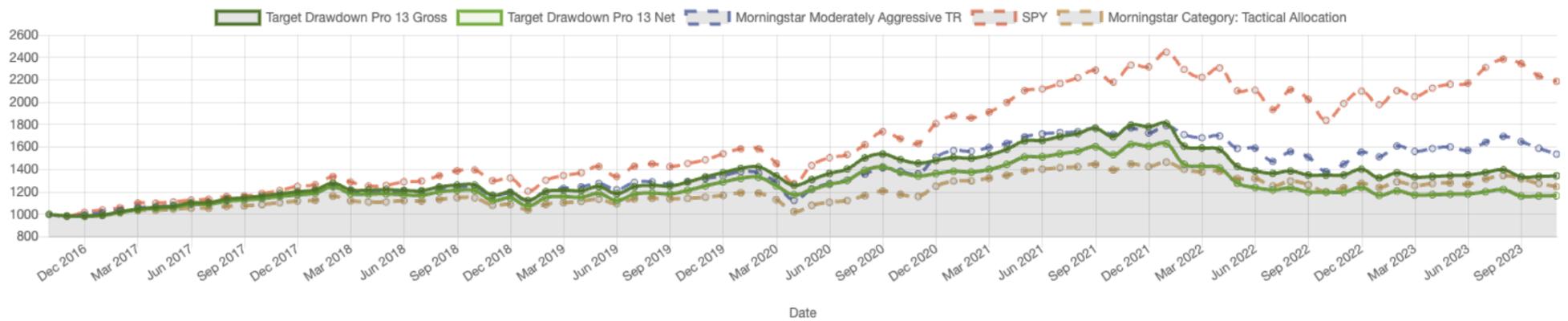
Fund/Benchmark Name	1 Year	3 Year	5 Year	Since Inception
Target Drawdown Pro 13 Gross	-0.64%	-2.66%	2.79%	4.26%
Target Drawdown Pro 13 Net	-2.60%	-4.58%	0.76%	2.20%
Morningstar Moderately Aggressive TR	6.16%	4.11%	5.64%	6.26%
SPY	9.92%	10.23%	10.95%	11.67%
Morningstar Category: Tactical Allocation	0.90%	2.46%	2.90%	3.18%

### Risk Statistics

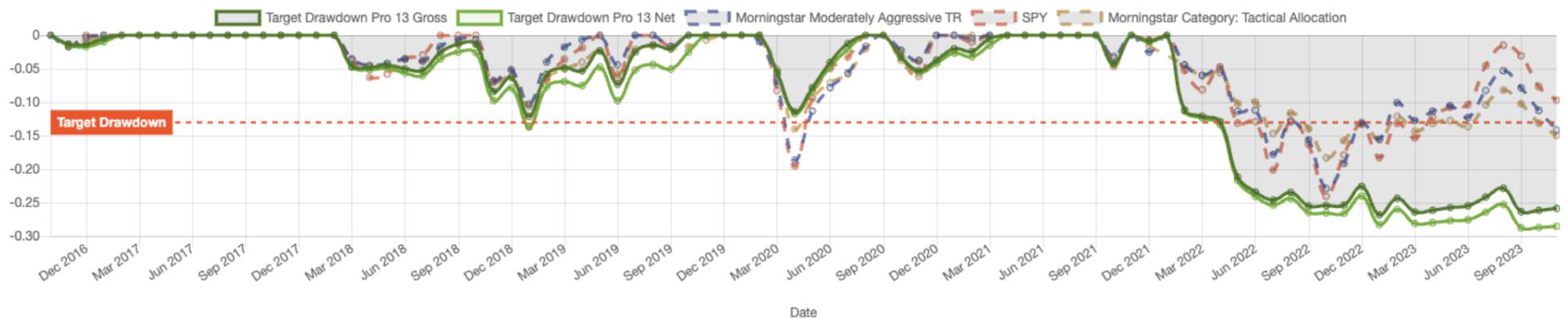
Since inception: October 1, 2016

Fund/Benchmark Name	Alpha	Beta	Sharpe Ratio	Up Capture	Down Capture
Morningstar Moderately Aggressive TR	-0.50%	0.68	0.41	78.38%	82.89%
SPY	-3.02%	0.57	0.67	57.19%	70.54%
Morningstar Category: Tactical Allocation	1.14%	0.97	0.21	109.17%	102.63%

### Growth of \$1,000



### Drawdown





# TARGET DRAWDOWN PROFESSIONAL 16

The Target Drawdown Professional 16 is one of five portfolios in Cabana's longest-running product series – its Target Drawdown Professional Series. The objective of this portfolio is to seek a limited volatility range (“target drawdown”) of sixteen percent (16%) from peak to trough. The portfolio primarily invests in broad asset class ETFs among the five major asset classes. Allocation is weighted toward higher beta growth assets during all but the most unfavorable market conditions. It is designed to capture appreciation in growth assets, such as small cap equities, emerging markets and commodities during periods of economic expansion, while remaining resistant to severe market downturn. Aggressive investors seeking growth opportunities through significant equity exposure throughout the market cycle may find this portfolio attractive, but like all Target Drawdown Professional Portfolios, it numerically defines risk objectives and manages targeted risk parameters using inversely- and non-correlated assets. The Target Drawdown Professional Series was designed exclusively alongside a suite of custom services for professional investment advisors and their clients. In our view, all portfolios in Cabana's Target Drawdown Professional Series provide a viable option for most long-term investors. In September 2020 and July 2021, Cabana released two families of proprietary ETFs for use within the Target Drawdown Professional Series – Target Drawdown ETFs and Target Leading Sector ETFs (“Cabana ETFs”). All Cabana ETFs are comprised of a mix of broad asset-class ETFs. By utilizing Cabana ETFs, we strive to improve the performance, cost and tax efficiency of our actively managed Professional Series.

### Quick Facts

Portfolio Manager:	<b>G. Chadd Mason</b>
Minimum Investment:	<b>\$5,000</b>
Target Drawdown:	<b>16%</b>
Inception Date:	<b>October 1, 2016</b>

### Drawdown Statistics

Maximum Drawdown *	<b>-27.39%</b>
Maximum Drawdown Peak Date	<b>1/1/2022</b>
Maximum Drawdown Valley Date	<b>08/31/2023</b>
Months Exceeding Target Drawdown Since Portfolio Inception	<b>19</b>

\* Maximum Drawdown figures are gross of advisory fees. Net returns and drawdown percentages are available in the charts below.

### Standard Deviation

Std Dev 1 Yr (Mo-End)	<b>9.65%</b>
Std Dev 3 Yr (Mo-End)	<b>12.55%</b>
Std Dev 5 Yr (Mo-End)	<b>13.70%</b>
<b>Current Yield (Mo-End)</b>	<b>5.21%</b>

### Annual Returns

2016 returns are from portfolio inception date through Dec. 31, 2016.

Fund/Benchmark Name	2023	2022	2021	2020	2019	2018	2017	2016
Target Drawdown Pro 16 Gross	0.52%	-27.27%	23.23%	5.07%	31.59%	-9.58%	19.57%	0.06%
Target Drawdown Pro 16 Net	-1.14%	-28.71%	20.79%	2.99%	28.99%	-11.37%	17.21%	-0.44%
Morningstar Aggressive TR	2.66%	-15.92%	17.31%	13.26%	25.91%	-8.17%	21.95%	2.15%
SPY	10.50%	-18.25%	28.78%	18.60%	31.22%	-4.57%	21.71%	3.95%
Morningstar Category: Tactical Allocation	0.75%	-15.58%	13.15%	8.78%	14.54%	-7.68%	12.32%	0.35%

### Trailing Returns

Trailing returns are annualized for periods greater than one year. The table below is as of October 31, 2023.

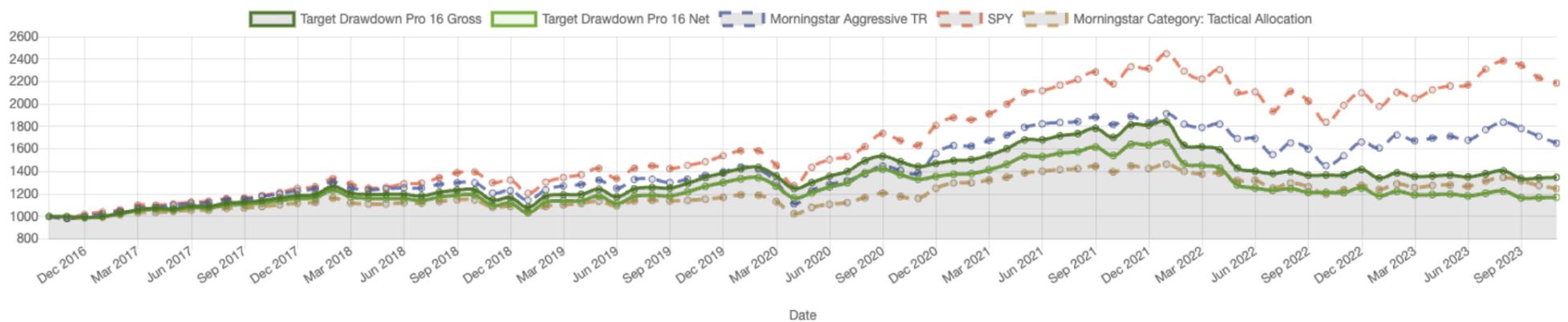
Fund/Benchmark Name	1 Year	3 Year	5 Year	Since Inception
Target Drawdown Pro 16 Gross	-1.53%	-2.28%	3.32%	4.30%
Target Drawdown Pro 16 Net	-3.48%	-4.21%	1.27%	2.24%
Morningstar Aggressive TR	7.26%	6.07%	6.48%	7.34%
SPY	9.92%	10.23%	10.95%	11.67%
Morningstar Category: Tactical Allocation	0.90%	2.46%	2.90%	3.18%

### Risk Statistics

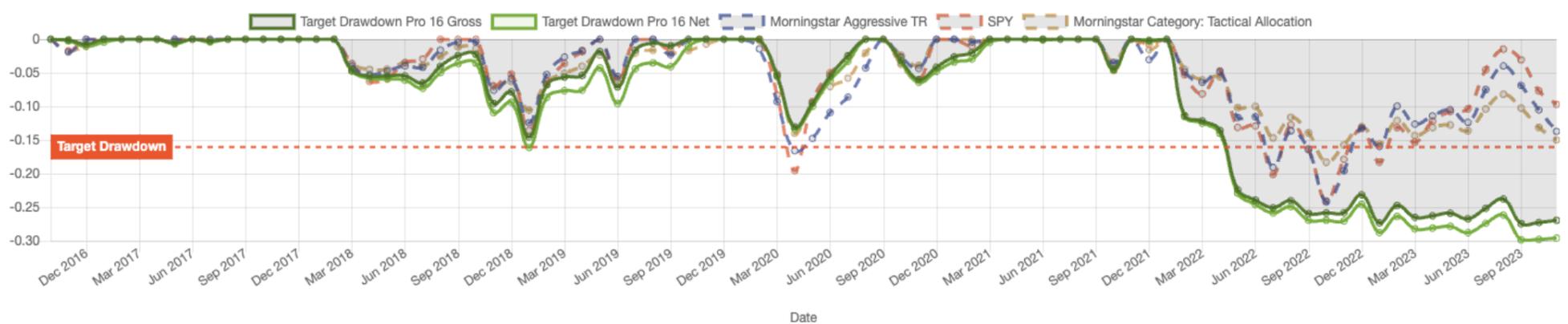
Since inception: October 1, 2016

Fund/Benchmark Name	Alpha	Beta	Sharpe Ratio	Up Capture	Down Capture
Morningstar Aggressive TR	-0.91%	0.63	0.44	70.37%	75.71%
SPY	-3.40%	0.61	0.67	58.62%	72.62%
Morningstar Category: Tactical Allocation	1.06%	1.04	0.21	115.52%	110.10%

### Growth of \$1,000



### Drawdown



## Cabana Target Drawdown Professional Series Disclaimers

Cabana LLC, dba Cabana Asset Management (“Cabana”), is an investment adviser registered with the SEC. Cabana only transacts business in states where it is properly registered or is exempted from registration requirements. Registration as an investment adviser is not an endorsement of Cabana by securities regulators and does not mean that such investment adviser has achieved a specific level of skill or ability. Additional information regarding Cabana, including its fees, can be found in Cabana’s Form CRS and Form ADV Part 2A, copies of which are available upon request or online at <https://thecabanagroup.com/form-crs> and <https://thecabanagroup.com/adv-part2> or [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov). This material is proprietary, and is not to be copied, reproduced, altered, deconstructed, or distributed without the express written consent of Cabana, LLC. This material has been prepared for informational purposes only, and is not intended to provide, and should not be relied on for, tax, legal, accounting, or personalized investment advice. You should consult your own tax, legal, accounting, and financial advisors before engaging in any transaction.

The performance returns, benchmark comparisons, and metrics in this factsheet represent actual composite returns during a time when actual client funds were invested. Unless otherwise indicated, performance data, benchmark comparisons, asset allocation charts, drawdown, and other statistics are for illustrative purposes, calculated as of end of month, and shown gross of advisory fees but net of trading costs. Asset allocation may vary intramonth if a reallocation has occurred. Performance data is expressed in U.S. dollar currency and it includes the reinvestment of dividends and capital gains. Consistent with our ongoing third-party GIPS verification efforts, Cabana will from time to time and without notice, make minor non-material updates and corrections to performance data which do not significantly impact performance. These changes will be reflected on the most recent fact sheets and independent verification reports, as applicable. Target Drawdown is identified on a gross of advisory fees but net of trading costs basis. Net performance includes a maximum investment advisory fee of 3% prior to March 1, 2017 and 2% thereafter. Morningstar’s Moderate Target Risk (<http://glossary.morningstar.com/InvGlossary/morningstar-target-risk-indexes.aspx>) index follows a moderate equity risk preference and is based on well-established asset allocation methodology from Ibbotson Associates, a Morningstar company. SPY is an ETF that tracks the performance of 500 leading U.S. large cap companies. The funds in the Morningstar Tactical Allocation Category ([http://im.mstar.com/im/newhomepage/Morningstar\\_Category\\_Definitions\\_US\\_June\\_2016.pdf](http://im.mstar.com/im/newhomepage/Morningstar_Category_Definitions_US_June_2016.pdf)) seek to provide capital appreciation and income by actively shifting allocations across investments. Benchmark indices will likely materially differ from Cabana’s portfolio strategies. Detailed information as to how the returns are calculated can be obtained online from the following link: <https://thecabanagroup.com/disclaimers/performance-reporting-methodology/>.

The Target Drawdown Professional Series invests primarily in Cabana’s proprietary ETFs (“Cabana ETFs”). Cabana serves as sub-advisor to the Cabana ETFs and is responsible for their investment strategy. The Cabana ETFs were launched in partnership with private label ETF advisor Exchange Traded Concepts (“ETC”). Cabana receives an asset management fee for its investment advisory services related to Cabana’s ETFs. The investment strategy employed to manage the Cabana ETFs is similar to that of Cabana’s other Target Drawdown products and utilizes Cabana’s proprietary algorithm, though each product type has some material differences and performance will vary. Detailed information regarding Cabana’s ETF can be found in the offering documents, which are available at <https://thecabanagroup.com/etf-prospectus/>.

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Past performance is no guarantee of future results. All investment strategies have different degrees of risk and the corresponding potential for profit or loss. Asset allocation and diversification will not necessarily improve returns and cannot eliminate the risk of investment losses. “Target Drawdown” is merely a descriptive term used to describe the general strategy and objective of the portfolio, it is not a guarantee, nor should it be construed to suggest safety or protection from loss. There is no guarantee that portfolio performance will remain consistent with the targeted drawdown parameter. While risk tolerance and targeted “drawdown” are identified on the front end for each portfolio, Cabana’s algorithm does not take any one client’s situation into account and there is no guarantee that Cabana’s strategies will be suitable for any investor. Investors and advisors should not simply rely on the name of any portfolio to determine what is suitable. It is the responsibility of investment advisors to determine what is suitable for their clients. Cabana manages assets on multiple custodial platforms. Performance data, statistics, including drawdown, and asset allocation for specific investors will vary based upon differences in associated costs, inflows and outflows, custodial fees, and asset availability during the reporting period and may not be identical to reported data. All references to Cabana’s proprietary algorithm in this fact sheet refer to the most current version of the algorithm as of the date this fact sheet is published. The performance returns shown in this piece are derived from a composite of accounts that executed trades in strict accordance with Cabana investment strategies. Investors will not achieve the same performance returns if their account did not execute trades in strict conformance with Cabana’s trade signals. Scenes assigned as per the judgment of The Cabana Group. Scene names and number of scenes have changed over time.

Prior to May 2020, the Target Drawdown Professional 7 was known as the Target Drawdown 7. Prior to May 2020, the Target Drawdown Professional 10 was known as the Target Drawdown 10. Prior to May 2020, the Target Drawdown Professional 13 was known as the Target Drawdown 13. Prior to May 2020, the Target Drawdown Professional 16 was known as the Target Drawdown 16. The Target Drawdown Professional 5 was discontinued as of October 31, 2023.

The Risk Number® is a proprietary scaled index developed by Nitrogen to reflect risk for both advisors and their clients. One of the most important drivers of the Risk Number is the measurement of downside risk in a portfolio. Cabana’s Target Drawdown Professional Portfolios are built into Nitrogen and are given a Risk Number for advisor analysis.