

Portfolio: **Qraft AI-Powered All-Weather Tilt**

Benchmark: **iShares Core 60/40 Balanced Allc
ETF**

1/1/2025 to 3/31/2025

As of 3/31/2025

Quarterly Model Portfolio Commentary

The first quarter of 2025 was marked by significant turbulence in the US equity market. The S&P 500 experienced its worst quarterly performance since Q3 2022, declining by 4.3% due to heightened volatility and economic uncertainty¹. This downturn was largely driven by trade policy uncertainties, particularly the Trump administration's introduction of tariffs on various imports, which intensified fears of a global trade war. The Nasdaq Composite suffered an even sharper decline of 8.1%², reflecting substantial pressure on technology stocks like Tesla and NVIDIA. Despite these challenges, eight of eleven large-cap sectors remained positive year-to-date, with the energy sector outperforming due to rising oil prices³. Outside of the US, the Stoxx Europe 600 (+3.4%)⁴ and the MSCI Emerging Markets Index (+2.1%)⁵ both recorded gains for the quarter.

In contrast to the equity market, fixed income assets provided a safe haven for investors during Q1 2025. The 10-year U.S. Treasury yield, which ended 2024 around 4.25-4.5% following the Fed's December rate cut, fluctuated but ultimately trended downward, finishing March near 4.0-4.1%⁶. The Morningstar US Core Bond Index gained 2.8% during the quarter⁷, while longer-term Treasuries, such as the iShares 20+ Year Treasury Bond ETF, returned 4.7%⁸. Credit spreads widened modestly, reflecting increased caution among investors due to economic uncertainty and potential recession risks.

For the quarter, Qraft AI-Powered All-Weather Tilt model portfolio had a gain of +1.62%, which was higher than the benchmark return of +0.48%. The portfolio's return can be broken down into three asset classes: equity, fixed income, and commodity. The portfolio maintained an overweight position on fixed income and commodities and an underweight on equities relative to the benchmark. The equity component had a return of -4.82%, the fixed income component had a return of +4.01%, and the commodity component had a return of +15.05%, resulting in an active return of -1.27%, +1.54%, and +0.85% respectively. January was the highest performing month with a +2.04% return owing much to the strong performance from commodities, while March saw lagging returns at -2.38%.

Qraft AI-Powered All-Weather Tilt model portfolio seeks to exceed the return of a static 60% equities and 40% fixed income portfolio over time. The strategy aims to achieve this objective using Qraft's AI-driven model to overweight or underweight equities, fixed income, and commodities by as much as $\pm 30\%$. Qraft's proprietary AI engine utilizes a deep neural network to actively generate signals by analyzing macro variables such as interest rates and economic growth, among others, and their impact on each asset class. Qraft's AI engine is constantly evolving based on new market trends and optimization of risk adjusted returns, which may result in monthly rebalancing for the Qraft AI-Powered All-Weather Tilt model portfolio.

¹ S&P 500, Morningstar, Mar 2025 ² Nasdaq 100, Morningstar, Mar 2025 ³ S&P 500 Energy Index, Morningstar, Mar 2025 ⁴ iShares STOXX Europe 600, Morningstar, Mar 2025 ⁵ MSCI Emerging Market Index, Morningstar, Mar 2025 ⁶ United States 10 Year Treasury Bond Note Yield, Trading Economics, Mar 2025 ⁷ S&P US Aggregate Bond Index, Morningstar, Mar 2025 ⁸ iShares 20+ Year Treasury Bond ETF, Morningstar, Mar 2025

Trailing Returns

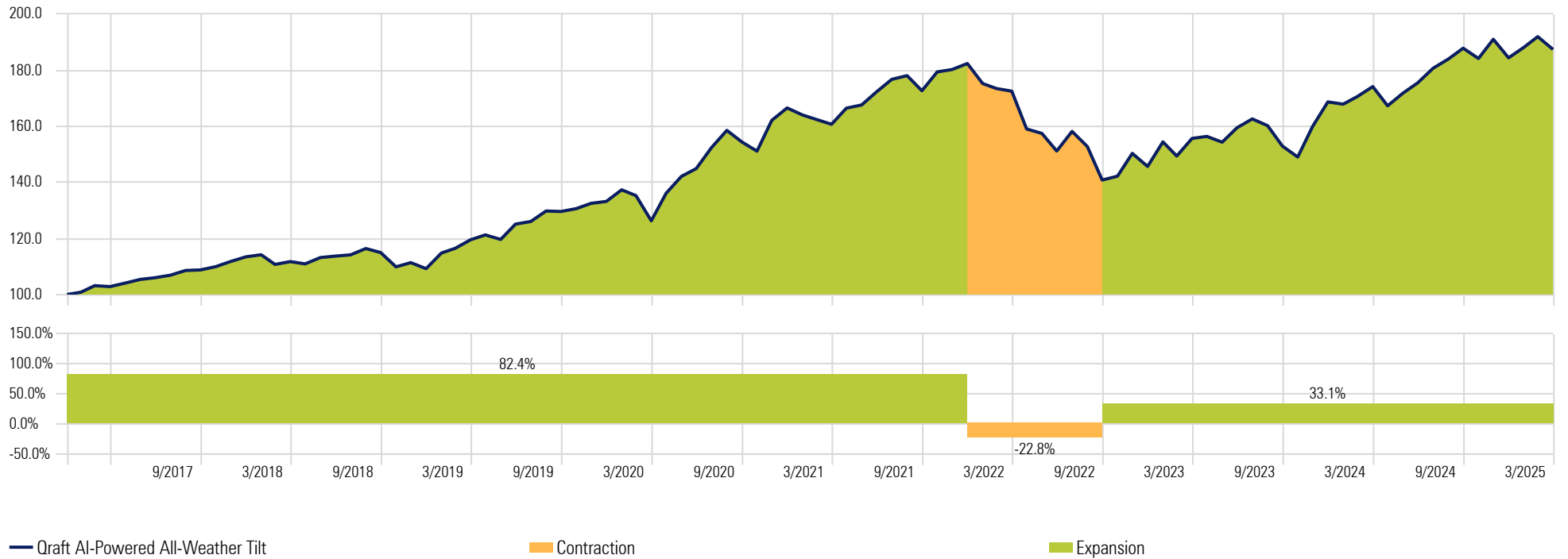
Data Point: Return Calculation Benchmark: iShares Core 60/40 Balanced Allc ETF

	1 Month	3 Months	6 Months	YTD	1 Year	3 Years	5 Years
Graft AI-Powered All-Weather Tilt	-2.38	1.62	-0.24	1.62	7.61	8.62	48.41
iShares Core 60/40 Balanced Allc ETF	-2.09	0.48	-1.39	0.48	6.16	14.74	55.21

Investment Growth

Time Period: 1/4/2017 to 3/31/2025

Define drawdown as decline by 10% or more



Monthly Returns - Graft AI-Powered All-Weather Tilt

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2025	2.04	2.01	-2.38										1.62
2024	-0.48	1.64	2.06	-3.94	2.70	2.14	2.95	1.83	2.10	-1.96	3.72	-3.46	9.32
2023	6.01	-3.26	4.20	0.47	-1.32	3.33	1.98	-1.49	-4.55	-2.55	7.30	5.50	15.81
2022	-3.92	-1.02	-0.54	-7.82	-1.00	-3.99	4.63	-3.42	-7.82	0.98	5.71	-3.10	-20.13
2021	-1.50	-0.98	-1.06	3.57	0.69	2.78	2.60	0.75	-3.03	3.90	0.46	1.19	9.52
2020	3.11	-1.51	-6.64	7.77	4.44	1.95	5.18	4.02	-2.58	-2.16	7.27	2.73	25.04
2019	5.11	1.47	2.61	1.46	-1.34	4.57	0.75	2.97	-0.14	0.79	1.44	0.52	21.97
2018	0.66	-3.02	0.91	-0.73	2.04	0.44	0.40	1.97	-1.22	-4.44	1.36	-1.93	-3.72
2017	—	2.31	-0.33	1.20	1.27	0.59	0.84	1.58	0.18	1.07	1.66	1.50	—

Monthly Returns - iShares Core 60/40 Balanced Allc ETF

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2025	2.06	0.55	-2.09										0.48
2024	0.18	2.02	2.43	-3.02	3.44	1.25	2.08	1.97	1.82	-2.25	2.69	-2.23	10.61
2023	5.81	-2.93	2.74	1.17	-1.22	3.47	2.13	-1.93	-3.49	-2.25	6.97	4.49	15.24
2022	-3.45	-2.22	0.16	-6.17	0.64	-5.67	5.23	-3.71	-7.18	3.41	6.75	-3.12	-15.30
2021	-0.44	1.17	1.77	2.79	1.13	0.86	0.90	1.33	-2.86	3.06	-1.35	2.40	11.14
2020	-0.33	-4.24	-9.16	6.37	3.53	2.05	3.59	3.35	-1.87	-1.47	7.39	3.03	11.60
2019	5.12	1.61	1.52	2.11	-3.06	4.24	0.09	-0.18	1.14	1.79	1.22	2.11	18.96
2018	2.99	-3.16	-0.40	-0.11	0.41	-0.38	1.94	0.62	0.02	-4.95	1.12	-3.79	-5.84
2017	1.60	1.99	0.93	1.33	1.59	0.39	1.81	0.48	1.15	1.41	1.15	1.01	15.88

Source: Morningstar Direct

Portfolio Holdings - Qraft AI-Powered All-Weather Tilt

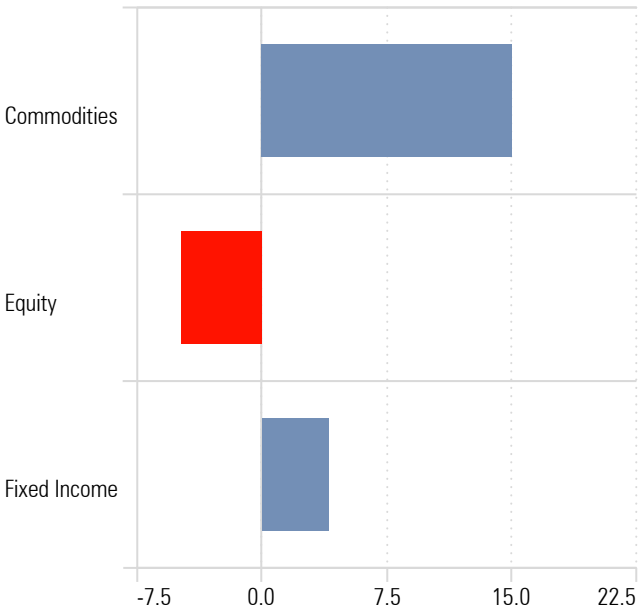
Portfolio Date: 1/31/2025



	%
• Vanguard Total Stock Market ETF	49.9
• iShares 20+ Year Treasury Bond ETF	35.0
• iShares 3-7 Year Treasury Bond ETF	9.6
• SPDR® Gold Shares	3.0
• iShares S&P GSCI Commodity-Indexed Trust	2.5
Total	100.0

Return

Time Period: 1/1/2025 to 3/31/2025



Portfolio Holdings - Qraft AI-Powered All-Weather Tilt

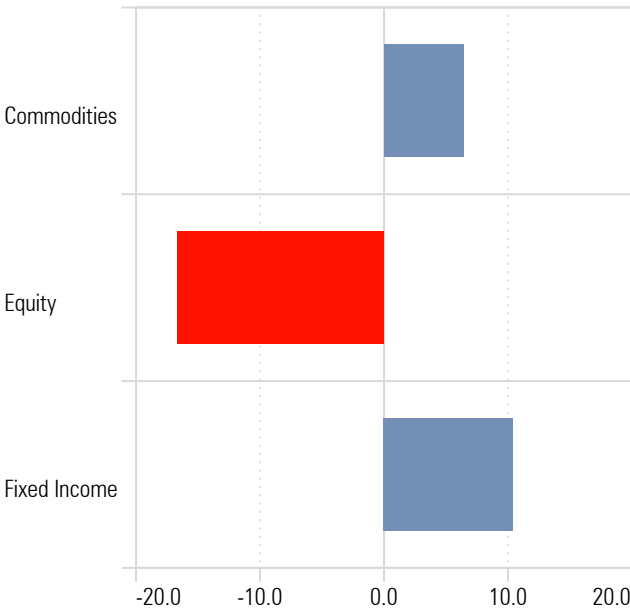
Portfolio Date: 2/28/2025



	%
• iShares 20+ Year Treasury Bond ETF	39.7
• Vanguard Total Stock Market ETF	30.0
• iShares 3-7 Year Treasury Bond ETF	22.2
• SPDR® Gold Shares	8.1
Total	100.0

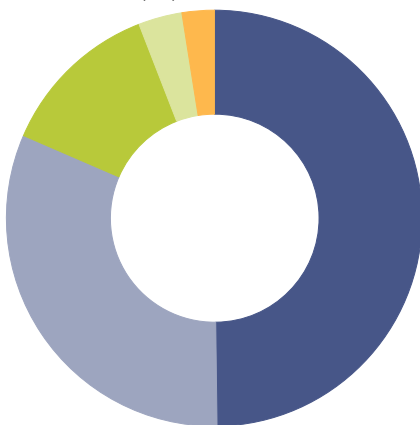
Relative Weights

Time Period: 1/1/2025 to 3/31/2025



Portfolio Holdings - Qraft AI-Powered All-Weather Tilt

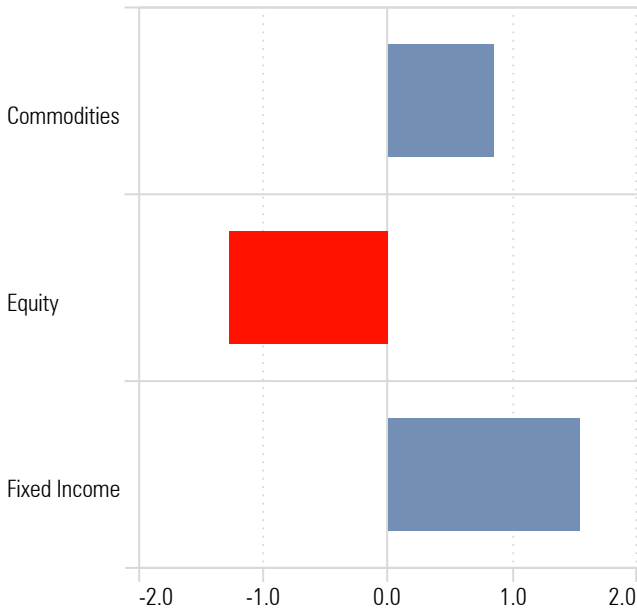
Portfolio Date: 3/31/2025



	%
• Vanguard Total Stock Market ETF	49.8
• iShares 20+ Year Treasury Bond ETF	31.7
• iShares 3-7 Year Treasury Bond ETF	12.6
• SPDR® Gold Shares	3.4
• iShares S&P GSCI Commodity-Indexed Trust	2.5
Total	100.0

Active Return

Time Period: 1/1/2025 to 3/31/2025



Disclaimer

Qraft makes no representation or warranty as to the actual performance of the trades executed on behalf of the investor through AI-Powered Signal. Qraft presents strategies, not advices, developed and selected by a proprietary artificial intelligence selection model with data and information supplied by third parties. Some of such strategies operate with leverage due to the use of margin products and a high degree of discretion and exposures towards single securities and asset classes, and as such AI-Powered Signal may entail significant risks.

All investments entail risks and may result in both profits and losses. In particular, investments in leveraged products, including (but not limited to) foreign exchange, derivatives, and commodities can be very speculative and profits and losses may fluctuate both violently and rapidly. Speculative trading is not suitable for all investors and all investors should carefully consider their financial situation and seek independent financial advice in order to understand the risks involved and ensure their suitability prior to making any investment, divestment or entering into any transaction.

Past performance is not indicative of future performance and should not be the sole factor of consideration when selecting a portfolio or product to invest in. The price of the investments may fluctuate and the investor's income is not fixed and the investor may not recover the amounts invested. The value of investments involving exposure to foreign currencies may be affected by exchange rate movements.

Qraft shall not be liable for (i) any loss which the investor may incur as a consequence of the trading and any transactions undertaken by Qraft in accordance with the power of attorney or similar authorizations and the AI-Powered Signal terms and conditions (the "Terms"); (ii) any loss suffered or incurred by the investor as a result of or in connection with Qraft's provision of AI-Powered Signal under the Terms; (iii) any loss due to actions taken by Qraft according to its rights under the Terms; (iv) any consequential or other indirect loss (including loss of profit and loss of goodwill) suffered or incurred by the investor whether arising from Qraft's negligence or otherwise; or (v) any loss exceeding Qraft's revenue on the investment account(s) of the investor for any 12 month period prior to the investor raising a claim against Qraft.

©2025 Morningstar. All Rights Reserved. The information, data, analyses, and opinions contained herein: (1) are proprietary to Morningstar, Inc., and its affiliates (collectively, "Morningstar") and/or their content providers; (2) may not be copied or redistributed; (3) are provided solely for informational purposes and therefore are not an offer to buy or sell a security; and (4) are not warranted to be accurate, complete, or timely.

For certain types of investment vehicles (e.g., separate accounts), Morningstar depends on the investment vehicle itself to provide Morningstar with accurate and complete data. To the extent that one or more of these investment vehicles do not provide Morningstar with data or these data are deficient in any way, the data and statistics provided by Morningstar may be compromised. In addition, because the data contained in Morningstar's database are primarily backward looking (i.e., they're comprised of historical performance statistics), neither the data nor Morningstar's analysis of them can be relied upon to predict or assess future performance—whether of an individual investment, any particular industry segment or the totality of all strategies or investment vehicles in the industry.

Unless otherwise specified, the data contained herein represent composite data for those reporting vehicles comprising the applicable industry segment or the industry as a whole (to the extent included in Morningstar's database). Please note that, as a general matter, any return or related statistics that are based upon a limited number of data points are considered statistically suspect and, therefore, may be of limited value.

Morningstar is not providing investment advice or acting as an investment advisor to anyone in any jurisdiction with respect to any information, data, analyses or opinions contained herein. All such information, data, analyses and opinions are subject to change without notice. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of the content of this report or any information contained in or derived from it.

"Morningstar" and the Morningstar logo are registered marks of Morningstar, Inc. All other marks are the property of their respective owners.