

# Portfolio Opportunities

## Stadium Tactical Growth Fund Series | Number 6 | 4Q19

**Stadium Tactical Growth Fund (ETFOX) is an allocation strategy utilizing proprietary Sharpe ratio analysis to maintain or reduce equity exposure.**

Category: Morningstar Tactical Allocation. The category does not have more than 25% allocation to one industry sector at any time. Those allocations change over market cycles.

### Multi-directional Alpha

#### Complement or replace active and passive strategies

The Stadium Tactical Growth Fund seeks Alpha in two ways: ongoing security selection, and reducing equity correlation when market risk rises to mitigate the damage during broad market declines. Applying Sharpe analysis to the universe of Exchange Traded Funds (ETFs) measures the excess return per unit of risk. Equity exposure is reduced when risk is prevalent across sectors. For example, all Stadium Tactical Growth Fund losses from the 2007-2009 global financial crisis were recovered by Stadium Tactical Growth Fund by 12/23/09. In comparison, the S&P 500 Index recovery took an additional 2 years, until 4/2/12.

#### Rolling 10 Year Alpha, 12/31/09 - 12/31/19

Stadium Tactical Growth Fund, Class I	-2.57%
S&P 500 Index	0.00%
Morningstar Category Tactical Allocation	-2.55%
Morningstar Moderately Aggressive Target Risk Index	-1.61%

### Correlation Management

#### Complement or replace allocation funds and alternatives

Often, the correlation of typical diversified portfolios increases during cyclical downturns. Stadium Tactical Growth Fund is flexible and not limited to predetermined allocation ranges. Instead, it measures and responds to current risk by replacing equity ETFs with an array of defensive or non-correlated ETFs such as fixed income, real estate or gold. Morningstar, therefore, places the fund in the Tactical Allocation Category.

#### Rolling 1 Year Correlation, 4/30/04 - 12/31/19

Since Incept (Occurred)	0.90
Minimum (Occurred 05/31/2008)	0.42
Maximum (Occurred 10/31/2010)	0.99

### Increase Diversification

#### Add an ETF managed fund to portfolio

An ETF may contain hundreds—even thousands—of individual securities, which may help reduce individual security risk. The fund typically holds 8-15 ETFs. ETFs are liquid and trade efficiently. Stadium is among the largest of ETF traders, executing over \$20B in ETF trades annually.

#### Holdings as of 12/31/19

Number of holdings	12
Number of underlying securities	5,701

#### Morningstar™ as of 12/31/19

Rating		Performance
Overall	★★★★★	1st Percentile*
3 Year	★★★	33th Percentile
5 Year	★★★★★	26th Percentile
10 Year	★★★★★★	3rd Percentile

Morningstar rated the Stadium Tactical Growth Fund, Class I among 229, 184 and 62 Tactical Allocation funds for the overall rating and the 3-, 5-, and 10-year periods (as applicable) ending 12/31/19, respectively. Morningstar Ratings™ are based on risk-adjusted returns. The Overall Morningstar Rating™ is derived from a weighted average of the performance figures associated with a fund's 3-, 5-, and 10-year (if applicable) Morningstar Rating™ metrics.

\*The Overall Percentile Performance ranking represents the Funds performance from inception to date (5/1/04 - 12/31/19) against a peer group of 56 funds.

#### Fund Details

Share Class	Ticker	CUSIP
Class A	ETFAX	85235B814
Class C	ETFCX	85235B798
Class I	ETFOX	85235B780

## Managing Volatility of Returns

### Complement or replace active and passive strategies

Over the past 50 years, the S&P 500 Index has an average return approximating 10% annually. This sounds good but its not every investor's experience since the 'average' includes extreme highs and lows which may be inconsistent with client expectations. Often, active equity funds seek a high correlation to the benchmark. On the other hand, the Stadion Tactical Growth Fund manages market risk by adjusting holdings as conditions warrant, this means investors aren't exposed to the wide performance swings that can test their commitment to staying the course.

#### Best & Worst Annual Performance, 2005 - 2019

	Best Year	Worst Year
Stadion Tactical Growth Fund, Class I	32%	-24%
S&P 500 Index	32%	-37%
Morningstar Category Tactical Allocation	20%	-25%
Morningstar Moderately Aggressive Target Risk Index	28%	-31%

## Alternative Equity

### Complement or replace non-traditional equity

Following the 2008 crisis, alternatives and non-traditional asset classes became a popular tool to help reduce the risk of traditional equity funds. Unlike some alternatives, Stadion Tactical Growth does not short or utilize leverage. Instead, it hedges equity risk by removing riskier equity positions in favor of more defensive positions during higher risk cycles.

#### Rolling 1 Year Beta, 4/30/04 - 12/31/19

	Max	Max Date	Min	Min Date	Overall
Stadion Tactical Growth Fund, Class I	1.42	5/31/06	0.28	5/31/08	0.84
Morningstar Category Tactical Allocation	0.70	2/28/18	0.36	10/31/17	0.57
Morningstar Moderately Aggressive Target Risk Index	1.06	8/31/06	0.41	10/31/17	0.82

## Risk Management

### Complement or replace balanced funds

Many experts now predict interest rate increases in the relatively near future. This raises concerns about the potential negative impact of rising rates on current fixed income account values. Balanced funds have typically been a solution to controlling equity and interest rate risk by creating a blend of risk management, income, and modest capital appreciation. But a reversion to the mean in equities and fixed rates could challenge balanced funds. On the other hand, Stadion Tactical Growth is built to make changes in response to overall investment market conditions. Rather than sticking with preset allocations to equities and fixed income securities, Stadion Tactical Growth's proprietary investment process adjusts holdings according to its perception of risk in either or both markets.

#### Fund Quarter End Equity Allocation, 6/30/04 - 12/31/19

High: 99.5% on 9/29/06

Low: 5.6% on 12/31/07

Average since inception: 77%

**An investor should consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund. A copy of the prospectus is available by calling Shareholder Services at 1-866-383-7636. The prospectus should be read carefully before investing.**

Alpha is a risk-adjusted measure of the so-called active return on an investment. Correlation is a measure of how investments move in relation to one another. A correlation of 1 means the two asset classes move exactly in line with each other, while a correlation of -1 means they move in the exact opposite direction. The Sharpe ratio measures the excess return per unit of deviation, or risk. Standard Deviation measures the average deviations of a return series from its mean, and is often used as a measure of risk. Beta is a measure of systematic risk, or the sensitivity of a manager to movements in the benchmark. A beta of 1 implies that you can expect the movement of a manager's return series to match that of the benchmark used to measure beta. The Morningstar Target Risk Index family is designed to meet the needs of investors who would like to maintain a target level of equity exposure through a portfolio diversified across equities, bonds and inflation-hedged instruments. The Morningstar Moderately Aggressive Target Risk Index seeks approximately 80% global equity exposure. The Morningstar Category Tactical Allocation portfolios seek to provide capital appreciation and income by actively shifting allocations between asset classes. These portfolios have material shifts across equity regions, and bond sectors on a frequent basis. To qualify for the Tactical Allocation category, the fund must first meet the requirements to be considered in an allocation category. Next, the fund must historically demonstrate material shifts within the primary asset classes either through a gradual shift over three years or through a series of material shifts on a quarterly basis. The cumulative asset class exposure changes must exceed 10% over the measurement period.

## Stadion Tactical Growth Fund Performance as of 12/31/19 (%)

	3 Mo.	YTD	1 YR	3 YR	5 YR	10 YR	15 YR	Since Inception <sup>1</sup>
Class A NAV	6.00	14.75	14.75	7.12	5.35	8.41	6.34	6.53
Class A, Load	-0.12	8.17	8.17	5.04	4.12	7.77	5.92	6.13
Class C NAV	5.83	13.96	13.96	6.32	4.56	7.60	5.54	5.73
Class C, CDSC	4.83	12.96	12.96	6.32	4.56	7.60	5.54	5.73
Class I NAV	5.98	15.03	15.03	7.38	5.60	8.68	6.60	6.80
Category	4.24	14.49	14.49	5.87	3.47	4.66	3.74	4.10
Benchmark	6.87	22.95	22.95	10.88	7.96	9.07	7.36	7.86
S&P 500	9.07	31.49	31.49	15.27	11.70	13.56	9.00	9.31

## Calendar Year Returns Without Sales Loads (%)

	2004 <sup>2</sup>	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Class A NAV	7.29	2.80	8.94	0.18	-23.95	31.99	18.40	0.33	9.86	21.24	9.54	-3.42	9.32	11.95	-4.32	14.75
Class C NAV	6.97	1.94	8.04	-0.65	-24.59	30.89	17.51	-0.58	8.90	20.29	8.71	-4.14	8.50	11.08	-5.06	13.96
Class I NAV	7.40	2.97	9.12	0.35	-23.83	32.20	18.70	0.41	9.99	21.55	9.84	-3.19	9.55	12.27	-4.12	15.03
Category	8.39	4.98	9.75	6.3	-24.9	19.57	12.43	-2.91	9.28	8.47	2.74	-5.88	6.16	12.28	-7.68	14.49
Benchmark	12.79	8.85	15.99	8.94	-30.65	27.55	14.92	-1.93	14.33	20.18	4.97	-2.40	10.21	18.89	-6.74	22.95
S&P 500	10.77	4.91	15.79	5.49	-37.00	26.46	15.06	2.11	16.00	32.39	13.69	1.38	11.96	21.83	-4.38	31.49

<sup>1</sup>Class I shares Inception Date: 4/30/04; Performance for Class A shares and Class C shares prior to 4/1/13 is based on the performance of Class I Shares. <sup>2</sup>Performance data shown for 2004 represents a partial year, from the fund's inception (4/30/04) through 12/31/04.

## REFERENCES FOR COMPARISON

**Category:** Morningstar Tactical Allocation

**Benchmark:** Morningstar Moderately Aggressive Target Risk Index (MMATRI)

**S&P 500:** S&P 500 Index

## RISK CHARACTERISTICS AS OF 12/31/19\*

	Fund	Category	MMATRI	S&P 500 Index
Beta vs S&P500	0.84	0.57	0.82	1.00
Standard Deviation	12.65%	8.26%	11.56%	13.59%
Sharpe Ratio	0.43	0.34	0.57	0.59

\*Since Inception date of 4/30/04

## EXPENSE RATIO AS OF 12/31/19

Share Class	Inception Date	Gross	Current
Class A	4/1/13	1.73%	1.55%
Class C	4/1/13	2.48%	2.30%
Class I	4/30/04	1.49%	1.30%

## INVESTMENT RISKS

Investment in the Fund is subject to investment risks, including, without limitation, market risk, management style risk, risks related to "fund of funds" structure, sector risk, fixed income risk, tracking risk, risks related to ETF net asset value and market price, foreign securities risk, risks related to portfolio turnover and small capitalization companies risk. Since the Fund is a "fund of funds," an investor will indirectly bear fees and expenses charged by the underlying ETFs and investment companies in which the Fund invests in addition to the Fund's direct fees and expenses. More information about these risks and other risks can be found in the Fund's prospectus.

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Performance data quoted represent past performance. The performance data quoted above represents past performance, which is not a guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance data may be lower or higher than the performance data quoted. For performance data current through the most recent month end, visit [www.stadionfunds.com](http://www.stadionfunds.com). The performance data with sales load reflects the 5.75% maximum sales charge (load) imposed on purchases (as a % of offering price). Return figures include changes in principal value and assume reinvestment of all dividends and capital gain distributions. For periods of less than 1 year, return figures are not annualized and represent cumulative total return.

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The Growth Fund's investment adviser, Stadion Money Management, LLC (the "Adviser") has entered into an Expense Limitation Agreement with the Growth Fund under which it has contractually agreed to waive Management Fees and to assume other expenses of the Growth Fund, if necessary, in an amount that limits annual operating expenses (exclusive of interest expense on any borrowings, taxes, brokerage commissions, extraordinary expenses, Acquired Fund Fees and Expenses and payments, if any, under a Rule 12b-1 Distribution Plan) of Class A, Class C and Class I shares to not more than 1.30% of the average daily net assets allocable to each Class of the Growth Fund. The Expense Limitation Agreement is currently in effect until October 1, 2020. Pursuant to the Expense Limitation Agreement, if the Adviser so requests, any Fund Operating Expenses waived or reimbursed by the Adviser pursuant to the Agreement that had the effect of reducing Fund Operating Expenses from 1.70% (or lower) to 1.30% within the most recent three fiscal years prior to the request shall be repaid to the Adviser by the Fund; provided, however, that the total annual Fund Operating Expenses for the applicable following year, after giving effect to the repayment, shall not exceed 1.30% of the average daily net assets of the Fund (or any lower expense limitation or limitations to which the parties may otherwise agree). The Expense Limitation Agreement may be terminated by the Stadion Investment Trust or the Adviser at the end of its then-current term upon not less than 90 days' notice. For the Stadion Tactical Growth Fund, Acquired Fund Fees and Expenses were estimated to be 0.23% of the Fund's average daily net assets based on estimated amounts for the current fiscal year. The Current Expense Ratio is the expense ratio as a percentage of the Fund's average daily net assets as of the date listed above. The Current Expense Ratio may fluctuate based upon a number of factors, including changes in the Fund's net assets. Returns for periods greater than one year are annualized. Not FDIC Insured | No Bank Guarantee | May Lose Value.

The index shown is defined as follows. The Morningstar Target Risk Index family is designed to meet the needs of investors who would like to maintain a target level of equity exposure through a portfolio diversified across equities, bonds and inflation-hedged instruments. The Morningstar Moderately Aggressive Target Risk Index seeks approximately 80% global equity exposure. The S&P 500 Index is the Standard & Poor's Composite Index of 500 stocks and is a widely recognized, unmanaged index of common stock prices. One cannot invest directly in an index. All Benchmarks composite data supplied by third party vendors, assumes re-investment of all dividends. © 2019 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. The Morningstar Rating for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed end funds, and separate accounts) with at least a three-year history. Exchange traded funds and open ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10 year (if applicable) Morningstar Rating metrics. The weights are 100% three-year rating for 36-59 months of total returns, 60% five year rating/40%three-year rating for 60-119 months of total returns, and 50% 10 year rating/30%five-year rating/20%three year rating for 120 or more months of total returns. While the 10 year overall rating formula seems to give the most weight to the 10 year period, the most recent three -year period actually has the greatest impact because it is included in all three rating periods. Stadion Tactical Growth Fund was rated against the following numbers of U.S.-domiciled Tactical Allocation funds over the following time periods: 229 funds in the last three years, 184 funds in the last five years, and 62 funds in the last 10 years. With respect to these Tactical Allocation funds, the Stadion Tactical Growth Fund received a Morningstar Rating of 3 stars, 4 stars and 5 stars for the three-, five- and 10-year periods, respectively. 4 star overall rating out of 229 Tactical Allocation funds as of 12-31-19. Past performance is no guarantee of future results. Morningstar Rating is for the I share class only; other classes may have different performance characteristics. Prior to March 28, 2014, the Fund was named the Market Opportunity Fund.

The Statistics presented are defined as follows. Beta is a measure of systematic risk, or the sensitivity of a manager to movements in the benchmark. A beta of 1 implies that you can expect the movement of a manager's return series to match that of the benchmark used to measure beta. The Sharpe ratio measures the excess return per unit of deviation, or risk. Correlation is a measure of how investments move in relation to one another. A correlation of 1 means the two asset classes move exactly in line with each other, while a correlation of -1 means they move in the exact opposite direction.

For any such purchases where a finder's fee is paid by the Adviser a contingent deferred sales charge (CDSC) will be charged at the time of redemption if the shares are redeemed within 12 months of the purchase date. The CDSC will be based on the original purchase cost or the current market value of the shares being sold, whichever is less. A 1.00% CDSC will be assessed on class C shares purchased on or after October 1, 2012 and redeemed within 12 months of purchase. ALPS Distributors, Inc. is the distributor for the Stadion Funds. Stadion and the Stadion S are a registered service mark of Stadion Money Management, LLC.