

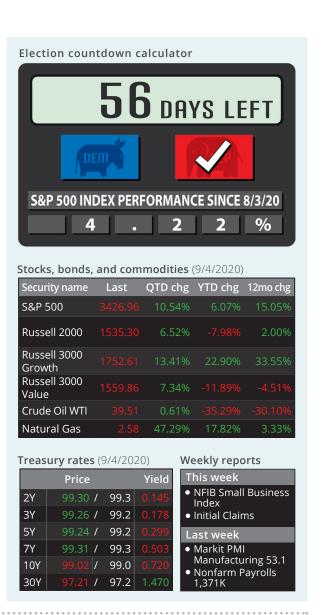
It's the final countdown... to the election



As the 2020 Presidential election draws near, our attention instinctively turns to Europe – the Swedish pop-metal band, not the continent - and their mid-80s chart-topper, The Final Countdown. Now that summer is over, the final countdown to election day has begun. In this spirit, we are introducing our Election Countdown Calculator ("ECC"), a tool aimed to provide insight into which party will win The White House come November 3. The math behind the ECC is simple. Since 1928, the performance of the S&P 500 Index (S&P 500) for the three months before the Presidential election successfully "predicted" the winner of The White House 87% of the time. More specifically, when the S&P 500 is up for those three months the incumbent party tends to hold onto the White House and when the S&P 500 is down for those three months the party out of power tends to capture the White House. While we don't know for sure if the performance of the S&P 500 and the outcome of the vote speaks to causation, correlation, or neither, the ECC is as

good a tool as any to bring some predictability to an unpredictable campaign season. The ECC will be updated and incorporated into every Weekly Wire between now and Election Day. While Election Day is eight weeks away, with the S&P 500 up 4.22% since August 3, the stock market is telling us it is more likely than not that President Trump wins reelection. Finally, two points worth remembering as we all navigate these very difficult days: since Europe released The Final Countdown in 1986, our great nation has successfully held eight Presidential elections and the S&P 500 has gained 1,300%.

Year	S&P 500 Price Return %	Incumbent Party	Correct?
1928	14.91	Won	~
1932	-2.56	Lost	~
1936	7.92	Won	~
1940	8.56	Won	~
1944	2.29	Won	~
1948	5.36	Won	~
1952	-3.26	Lost	~
1956	-2.58	Won	X
1960	-0.74	Lost	~
1964	2.63	Won	~
1968	6.45	Lost	X
1972	6.91	Won	~
1976	-0.09	Lost	~
1980	6.73	Lost	X
1984	4.80	Won	~
1988	1.91	Won	~
1992	-1.22	Lost	~
1996	8.17	Won	~
2000	-3.21	Lost	~
2004	2.16	Won	~
2008	-19.48	Lost	~
2012	2.45	Won	/
2016	-1.90	Lost	/
2020	?	?	?



Brinker Capital Market Barometer

Demographics

We continue to focus on the COVID-19 pandemic and the upcoming election as key drivers for the economy, financial markets, and confidence over the near term. The Federal Reserve has expanded monetary policy support with the introduction of a more flexible inflation target. Fiscal policy remains supportive, and we expect an additional fiscal package will still be completed. We also expect the equity market to remain range-bound in the near term as we navigate an uneven economic recovery. Overall, the barometer leans neutral to slightly positive, in-line with our modest overweight to risk across portfolios.

SHORT-TERM FACTORS (< 6 months) CHANGE NEGATIVE POSITIVE Momentum Momentum remains solid US markets above 50-day and 200-day moving averages Trend Sentiment surveys show optimism but equity outflows continue Investor sentiment Seasonality weaker through October, especially during election cycle Seasonality **INTERMEDIATE-TERM FACTORS** (6-36 months) CHANGE POSITIVE NEGATIVE Fiscal policy Very strong fiscal response; debate on additional package continues Monetary policy Fed all in to support markets and economy; Global central banks also supportive Global inflation low; Fed committed to more flexibility with inflation target Inflation Treasury yields remain at low levels but stable; yield curve positively sloped Interest rate environment Macroeconomic data has bottomed; uneven improvement as economy reopens Macroeconomic CEO confidence improved in 2Q but still weak; small biz optimism improving **Business** sentiment Consumer confidence declined further in July on coronavirus concerns Consumer sentiment Looking for improvement after negative impact of COVID-19 on 1H results Corporate earnings Credit environment Credit environment continues to improve and Fed remains supportive LONG-TERM FACTORS (36+ months) CHANGE NEGATIVE Equity valuations above long-term averages but not a near-term driver Valuation US exited recession that began in February; recovery will be uneven Business cycle

Source: Brinker Capital. Information is accurate as of September 2, 2020. Themes and specific funds utilized to implement themes are discussed within the context of Brinker Capital's managed asset allocations and are based on current market conditions and constitute Brinker Capital's judgment and opinions, which are subject to change without notice. Past performance does not guarantee future results. Statements referring to future actions or events, such as the future financial performance of certain asset classes or market segments, are based on the current expectations and projections about future events provided by various sources, including Brinker Capital's Investment Management Group. These statements are not guarantees of future performance and actual events may differ materially from those discussed. Brinker Capital Inc., a registered investment advisor. MSCI AC World ex US Growth: An index made up of approximately the top 50% of the MSCI AC World ex US Index as composite ranked by five growth rates. This is a common proxy used to represent the growth segment of the developed international market. MSCI EAFE Index: A market-capitalized weighted index representing developed international equity markets located in Europe, Australia, Asia and Far East (EAFE). S&P 500 Index: An index consisting of 500 stocks chosen for market size, liquidity and industry grouping, among other factors. The S&P 500 is designed to be a leading indicator of U.S. equities and is meant to reflect the risk/return characteristics of the large-cap universe. Companies included in the Index are selected by the S&P Index Committee, a team of analysts and economists at Standard & Poor's. Barclays US Aggregate Index: A market capitalization index representing 13% of global market capitalization. Captures mid and large cap across more than two dozen emerging market countries.

Mixed - US and emerging markets positive but developed international negative