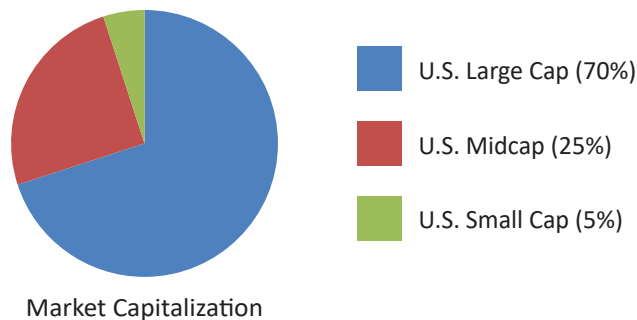
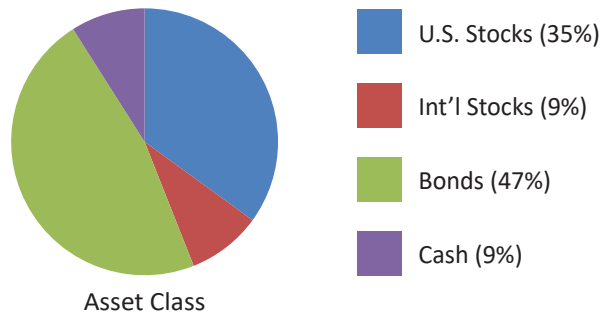


INCOME

ETF STRATEGY

As of December 31, 2019

Portfolio Allocations



Performance Summary*

	— Annualized —			— Since Incept. —	
	1 Yr.	3 Yr.	5 Yr.	Annual-ized	Cumulative
Income (Gross)	18.3%	7.5%	5.4%	5.9%	38.9%
Income (Net)	16.8%	6.2%	4.1%	4.6%	29.3%
Benchmark	17.8%	8.5%	6.5%	6.6%	44.6%

Benchmark Indexes: Blend of 38% Russell 3000, 7% MSCI EAFE, 53% Bloomberg Barclays U.S. Aggregate Bond, and 2% FTSE 3-Month Treasury Bill

Portfolio Operations (supplemental information)

Inception Date:	3/31/2014
Number of Funds:	13 [†]
Estimated 12-Month Yield:	3.1% [‡]
Weighted Fund Expense:	0.12% [‡]

Portfolio Holdings (supplemental information)

Exchange-Traded Funds (Ticker)

iShares Russell 1000 (IWB)
 Vanguard Short-Term Corp. Bond (VCSH)
 iShares iBoxx \$ Investment Grade Corp. (LQD)
 Vanguard Intermediate-Term Corp. Bond (VCIT)
 Vanguard FTSE Developed Markets (VEA)
 iShares 0-5 Year High Yield Corp Bd (SHYG)
 Vanguard High Dividend Yield (VYM)
 Vanguard Total Bond Market (BND)
 PowerShares Preferred (PGX)
 Vanguard Long-Term Corp. Bond (VCLT)
 Vanguard REIT Index (VNQ)
 Vanguard Utilities (VPU)
 Vanguard Mid-Cap Value (VOE)

Category

Category	Target Weight [†]
Large-Cap Blend	14.5%
Short-Term Corp. Bond	11.0%
Intermediate-Term Corp. Bond	10.0%
Intermediate-Term Corp. Bond	9.0%
Foreign Large/Blend Growth	9.0%
High-Yield Bond	8.0%
Large-Cap Value	7.5%
Total Bond Market	6.0%
Preferred Stock	5.0%
Long-Term Corp. Bonds	5.0%
Real Estate	5.0%
Utilities	5.0%
Midcap Value	3.0%

Horizon Investment Services, LLC
Income Composite
Annual Disclosure Presentation

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results				3 Yr. Standard Deviation	
		(USD) (millions)	Number of Accounts	% Non-Fee-Paying Assets	Blended Benchmark	Gross Composite	Net Composite	Composite Dispersion	Blended Benchmark	Composite
2018	193.9	1.2	5 or fewer	100.0%	(1.3)%	(2.2)%	(3.2)%	N.A.	3.6%	2.1%
2017	295.5	1.2	5 or fewer	100.0%	8.6%	2.2%	1.2%	N.A.	3.2%	2.1%
2016	265.7	1.4	5 or fewer	0.0%	5.7%	2.4%	1.4%	N.A.	3.7%	2.1%
2015	320.0	2.3	5 or fewer	0.0%	0.7%	(1.4)%	(2.3)%	N.A.	3.7%	1.9%
2014	259.5	1.4	5 or fewer	0.0%	8.0%	2.0%	1.0%	N.A.	3.3%	1.9%
2013	205.4	1.4	5 or fewer	0.0%	7.7%	1.6%	0.6%	N.A.	3.8%	2.4%
2012	140.1	1.4	5 or fewer	0.0%	7.9%	6.4%	5.3%	N.A.	4.2%	2.2%
2011	137.7	0.4	5 or fewer	0.0%	6.1%	3.9%	2.8%	N.A.	6.1%	2.7%
2010	145.1	0.6	5 or fewer	0.0%	10.1%	4.9%	3.9%	N.A.	7.9%	4.6%
2009	143.9	0.4	5 or fewer	0.0%	12.7%	8.0%	6.9%	N.A.	7.5%	4.6%

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

Income Composite contains fully discretionary Income commission accounts and, for comparison purposes, is measured against the blended 30/70 Russell 3000 and Bloomberg Barclays U.S. Aggregate Bond Indices, as calculated monthly by Horizon. The Income strategy focuses on fixed-income investments and may include individual bonds, bond mutual funds, bond ETFs, and cash/money markets. The strategy has a maximum equity exposure of 30% and tends to focus more on large-cap stocks, with smaller exposure to small and mid-cap stocks. The Russell 3000 Index is an unmanaged total-return index designed to measure the performance of the largest U.S. companies in terms of market capitalization. The Bloomberg Barclays U.S. Aggregate Bond Index is an unmanaged market capitalization-weighted total-return index comprised of U.S.-denominated, investment-grade, fixed-rate, taxable bonds.

Horizon Investment Services, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Horizon Investment Services, LLC has been independently verified for the periods September 1, 2000 through December 31, 2018. A copy of the verification report is available upon request.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

Horizon Investment Services, LLC is registered as an investment adviser with the Securities and Exchange Commission. The firm maintains a complete list of composite descriptions, which is available upon request.

The composite performance returns include all fully discretionary active and terminated commission accounts for the strategy and exclude any accounts with significant client-imposed investment restrictions. Prior to January 1, 2010 composite policy required the temporary removal of any portfolio incurring a client initiated significant cash inflow or outflow of 30% or more of portfolio assets. Beginning January 1, 2010, there has been no significant cash flow removal policy where accounts are re-valued in instances of a 30% or more large flow.

The U.S. Dollar is the currency used to express performance. All composite performance returns include the reinvestment of all income. Gross composite performance returns are asset-weighted total-return figures after brokerage commissions, but do not reflect the payment of management fees. Net composite performance returns are further reduced by the highest applicable management fee of 1.25%, applied monthly. The annual composite dispersion presented is equal-weighted standard deviation calculated for the accounts in the composite the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

The investment management fee schedule for the composite is 1.25% on the first \$2 million, 1.10% on the next \$2 million, 0.95% on the next \$2 million and 0.80% on the remainder. Actual investment advisory fees incurred by clients may vary depending on fee schedule and portfolio size. Management fee schedules are available upon request or may be found in Part 2A of Horizon Investment Services' Form ADV.

The Income Composite was created December 31, 2002.

No formula or other device being offered can, in and of itself, be used to determine which funds to buy or sell.

† Number of Funds and Target Weight of funds may be adjusted at any given time, at the portfolio manager's discretion, typically based on fund performance and market conditions.

‡ Estimated 12-Month Yield is based on the sum of a fund's trailing dividend payments over the past year. Weighted Fund Expense excludes Horizon's management fee of 1.25%.

Portfolio Allocations (Asset Class and Market Capitalization) provided by Morningstar. Portfolio cash allocations include portfolio cash holdings and actual fund cash holdings.

The Income ETF benchmark was created by HIS with the same investment objective as the Income ETF strategy and is comprised of similar holdings, whose weightings roughly correspond to the Income ETF strategy.

By investing in a portfolio of ETFs, you will incur the proportionate share of the management and other expenses associated with each ETF. Investing in ETFs involves risks generally associated with investments in a broadly based portfolio of common stocks, including: (1) an active trading market for an ETF's shares may not develop or be maintained; (2) trading of an ETF's shares may be halted if the listing exchange deems such action appropriate; (3) ETF shares may be delisted from the exchange on which they trade, or activation of "circuit breakers" (which are tied to large decreases in stock prices) may halt trading temporarily; (4) losses from trading in secondary markets or from disruptions in the creation/redemption processes of the funds; and (5) funds trading at a premium/discount.

An investment in this strategy involves the risk of loss. Investment return and principal value will fluctuate so that the investment, when redeemed, may be worth more or less than the original investment.



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