



# Our Short-Term Strategy for investments

The Facet Short-Term Strategy (STS) is designed for investments that need to remain highly stable (meaning, less fluctuation), over short periods of time. In the right situation this might include emergency savings or investing toward a goal that is only 1-3 years away.

## What is Facet's Short-Term Strategy?



Our strategy consists of a set of Exchange-Traded Funds (ETFs) that invest in very short-term, high-quality bonds. As a result, this approach should be significantly more stable than a standard investment method, but can result in higher income than a typical money market fund or high-yield savings account.

### What are ETFs?

Exchange-traded funds, or ETFs, are a basket of stocks, bonds, or other investments that typically track an index, such as the S&P 500. Shares trade daily on major exchanges, and can be bought and sold throughout the day.

## How does it compare to other options?



	Facet's Short-Term Strategy <sup>2</sup>	High-Yield Savings <sup>3</sup>
Portfolio Yield <sup>4</sup>	5.0%	4.1%
Average Maturity	1.6 years	N/A
Worst Performance <sup>5</sup>	-0.2% (2022)	N/A
Time To Liquidate	2 days	Immediate

## Is it safe?



Facet's Short-Term Strategy is not a money market fund or a bank account. Instead, it is an investment strategy held in a brokerage account. This means that the account value will fluctuate daily. However, because STS invests only in very short-term, high quality bonds, the amount it fluctuates should be small, especially compared to a typical investment account. However, an FDIC-insured high-yield savings account would never lose money, even day by day. In exchange for some variability, Facet's Short-Term Strategy has the potential to offer higher returns, low volatility, and could be a great option for your ongoing goals.

## Contact your Facet planner to learn more.

Facet Wealth ("Facet") is an SEC registered investment adviser located in Baltimore, Maryland. Facet and its representatives are in compliance with the current filing requirements imposed upon SEC registered investment advisers by those states in which Facet maintains clients. Facet may only transact business in those states in which it is registered, or qualifies for an exemption or exclusion from registration requirements. Any subsequent, direct communication by Facet with a prospective client shall be conducted by a representative that is either registered or qualifies for an exemption or exclusion from registration in the state where the prospective client resides. For information pertaining to the registration status of Facet, please contact the SEC or the state securities regulators for those states in which Facet maintains a notice filing. A copy of Facet's current written disclosure statement discussing Facet's business operations, services, and fees is available from Facet upon written request.

1 All statistics as of March 31, 2023.

2 The Short-Term Strategy (STS) was implemented by Facet on February 13, 2023. For STS, the statistics for Portfolio Yield and Average Maturity are as of March 31, 2023. Given the start date of STS, the statistic for Worst Performance is hypothetical based on a 18 year look back of historical performance and is intended for illustrative purposes only. All investments involve risk, including the potential for the loss of principal.

3 Statistics for High-Yield Savings are the average of the 5 Best Online High-Yield Savings Accounts according to [Nerd Wallet](#) as of March 31, 2023.

4 Yield is a measure of the amount of interest payments one can expect from a portfolio or savings account. For STS, this is based on the underlying holdings of each ETF. For the yield measure for high-yield savings, see footnote 3 for the source.

5 Worst performance is a total return calculation which is based on the yield and the value fluctuation of the strategy in any given year. Worst year performance is based on an analysis of the prior 15 calendar years using data from Bloomberg. For STS, the underlying indexes were used as a proxy for the ETF where the ETF did not have adequate history.

