

## Equity Performance

The S&P 500 posted its second consecutive monthly gain in May as continued optimism of a return to economic growth in the second half of the year built on April's return. The Technology, Materials, and Consumer Discretionary sectors led the market and the Consumer Staples, Energy, and Real Estate sectors lagged.

The NovaPoint Dividend Growth Strategy was +4.1% in May versus the S&P 500 Total Return Index at +4.2% and the Russell 1000 Total Return Index at +5.3%.

Period ending May 31, 2020	Quarter to			Since
	Month	Date	Year to Date	Inception (annualized)
NovaPoint Dividend Growth (Gross)	4.2%	15.6%	-9.8%	10.4%
NovaPoint Dividend Growth (Net)	4.1%	15.4%	-10.2%	9.4%
S&P 500 Total Return	4.2%	17.6%	-5.4%	10.1%
Russell 1000 Total Return	5.3%	19.2%	-4.9%	10.0%

Gross-of-fees returns are presented before management fees, but after all trading expenses and withholding taxes.  
Net-of-fees returns are calculated using maximum management fees that were paid by any account contained in the composite.  
Inception date is August 1, 2015. Return since inception is annualized.  
Please see disclaimer for information about performance calculations.  
NovaPoint Capital has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS).

May's top performing stocks in the Strategy were Nike (+13.1%), Chubb (+12.9%), and AbbVie (+12.7%).

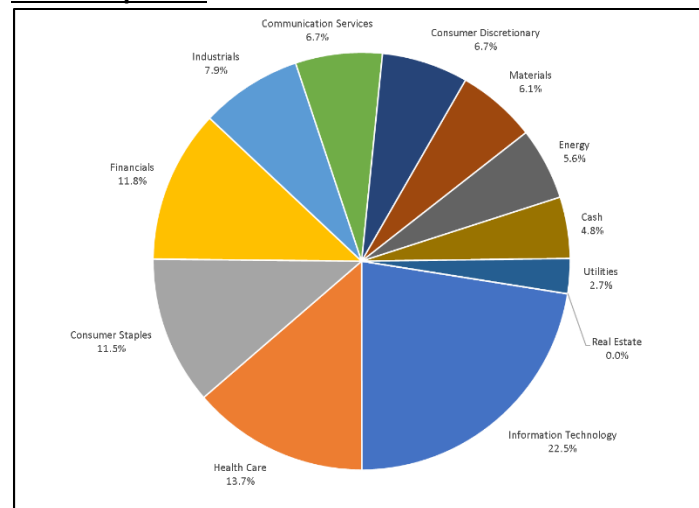
Lagging stocks in the Strategy for the month were Omnicom (-3.9%), VF Corp (-3.4%), and State Street Corp (-3.3%).

## Dividend Increases

Three stocks owned in the Strategy announced dividend increases in May. The average length of consecutive dividend increases for companies in the Strategy is 28.0 years and the average growth rate of dividends over the past year has been 10.0%.

Company	New Quarterly Dividend per Share	Year/Year Percentage Increased	Consecutive Years Increased	Current Yield
Medtronic	\$0.58	+7.4%	43	2.6%
Chubb	\$0.78	+4.0%	54	2.5%
PepsiCo	\$1.02	+7.1%	47	3.2%

## Sector Exposure



## Options

Some portfolios include an option over-write strategy. We had three covered call positions expire worthless and captured the full premium.

## Outlook

Barring another COVID-like event, the second quarter should mark the low point in both the economy and corporate earnings. We believe volatility could remain elevated as the recovery may not take a smooth path and there may be above average volatility as we lead into the Presidential election cycle.

Our focus remains on owning quality stocks with compelling capital appreciation and dividend growth potential. Our objective is to deliver investment returns above the market with lower volatility. A growing stream of dividends should also provide some benefit in a volatile market environment.

Joseph Sroka, CFA, CMT  
Chief Investment Officer

Alan Conner  
President

June 29, 2020

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### **Investment Performance**

Performance data shown is unaudited. It is computed using the weighted-average performance of a composite of fully invested client accounts in the NovaPoint Capital Dividend Growth Equity Strategy. Data is obtained from the account custodians and third-party data providers and may be subject to revision. Returns are shown net of expenses and management fees based on the highest fee applicable to any account in the composite. The information contained herein does not suggest or imply and should not be construed, in any manner, a guarantee of future performance and/or investment advice. Past performance does not guarantee future results. NovaPoint Capital claims compliance with the CFA Institute Asset Manager Code of Professional Conduct. This claim has not been verified by CFA Institute.

Factors that could result in a difference between composite returns and client account returns include, but are not limited to, account asset size, asset allocation, timing of transactions, commissions, management fees and specific client mandates relative to individual investment objectives. Net-of-fees returns are calculated using maximum management fees that were paid by any account contained in the composite.

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