Taking Advantage of Investment Trends

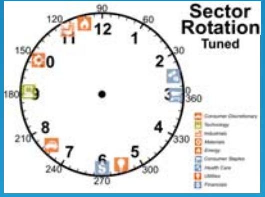
George Marotta and
David John Marotta
Marotta Wealth Management
www.emarotta.com

Taxes

Inflation

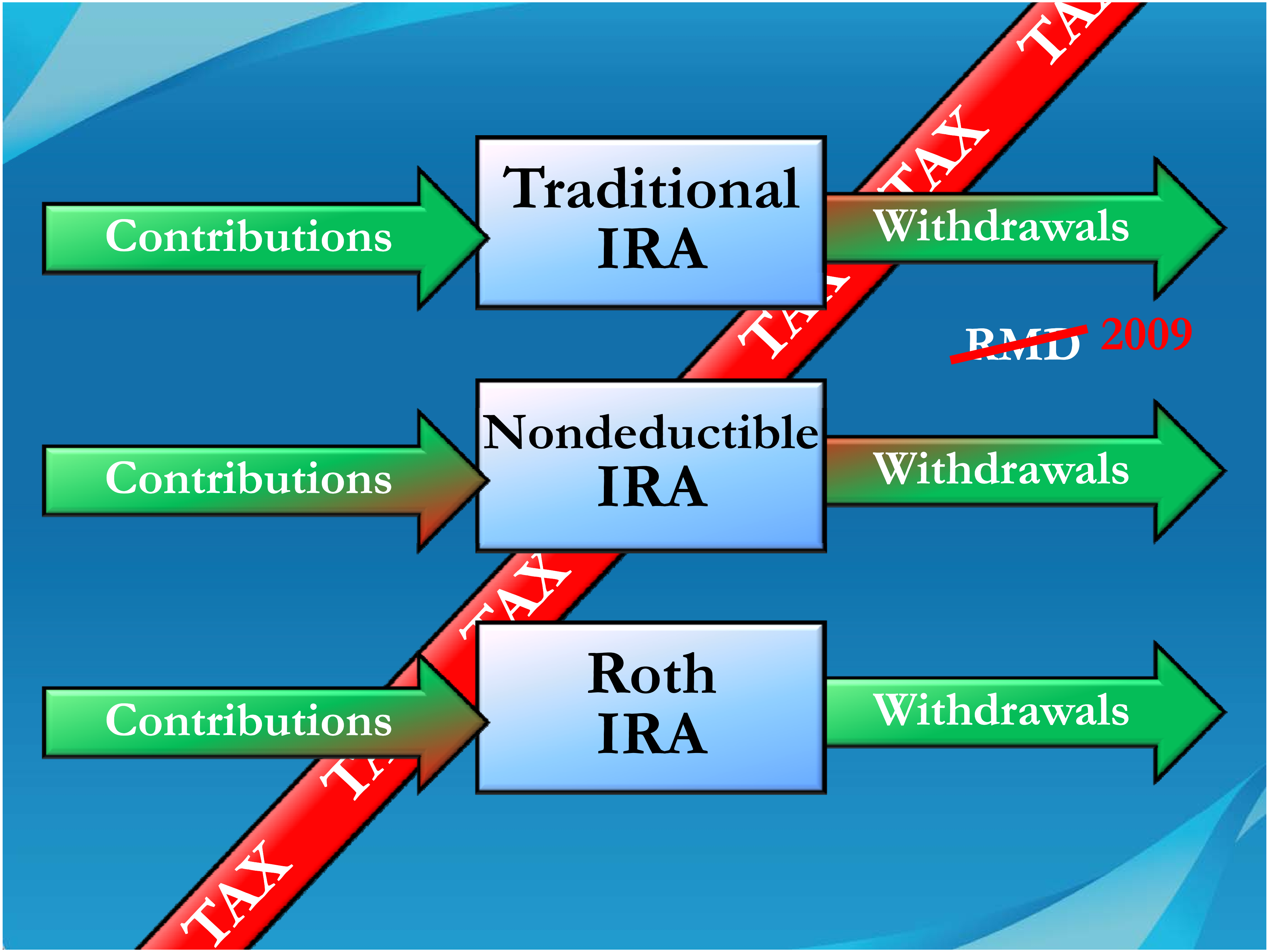
Emerging Markets

Economic Freedom

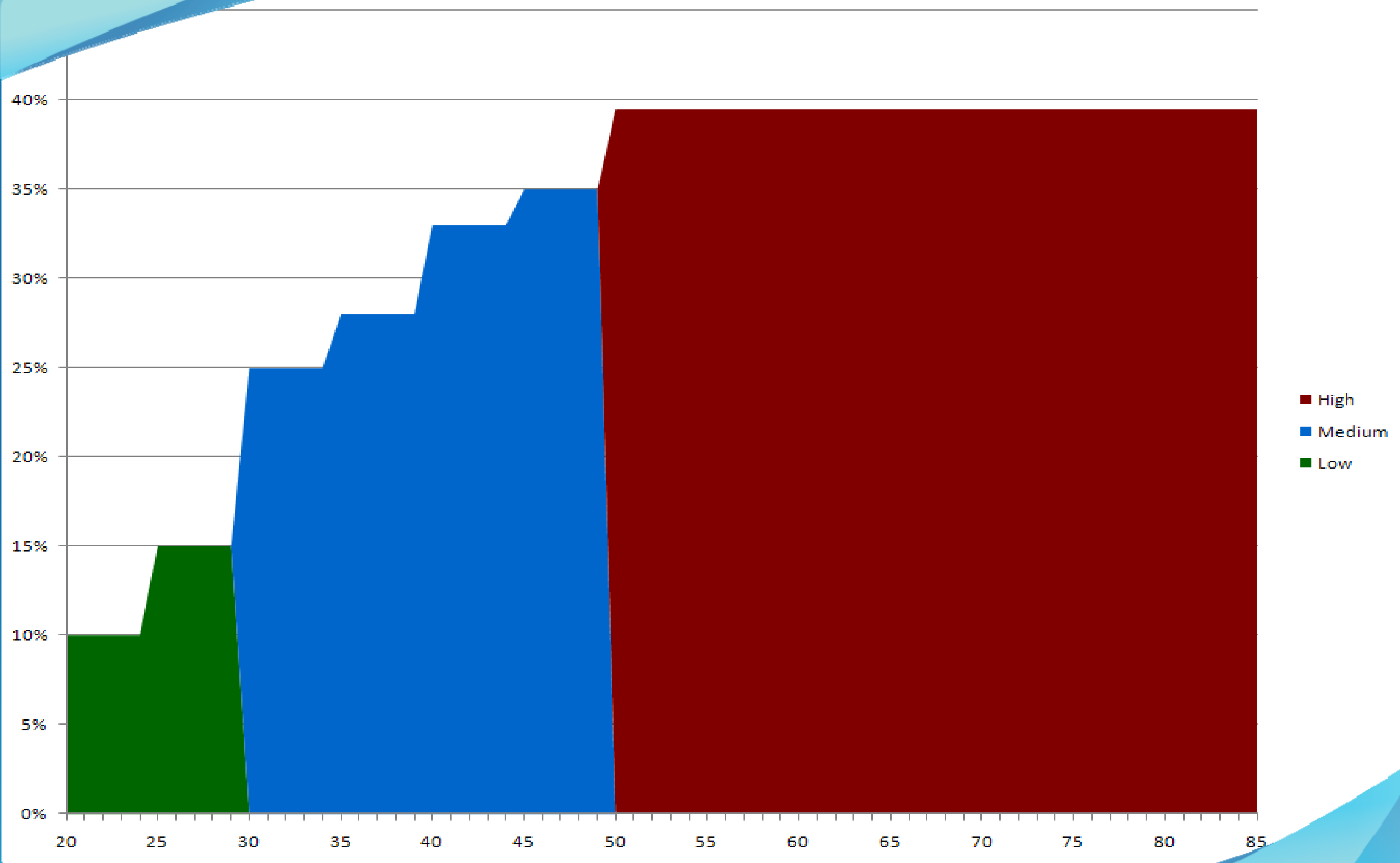


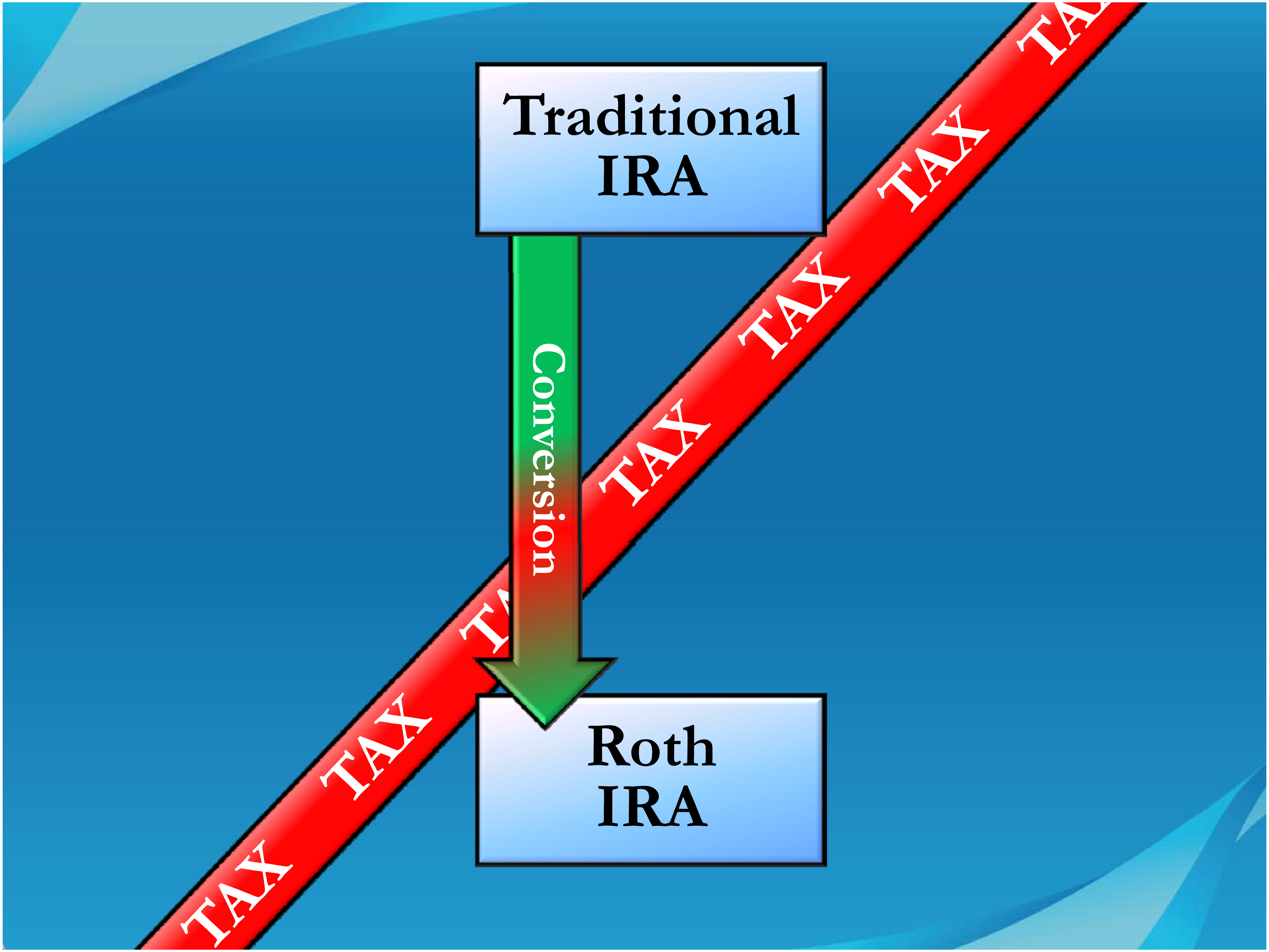
Economic Cycles

Taxes


Contributions
Traditional IRA
Withdrawals
~~RMD~~ 2009
Contributions
Nondeductible IRA
Withdrawals
Contributions
Roth IRA
Withdrawals
TAX

Hypothetical Top Marginal Tax Rates By Age




Traditional IRA
Conversion
Roth IRA
TAX
TAX
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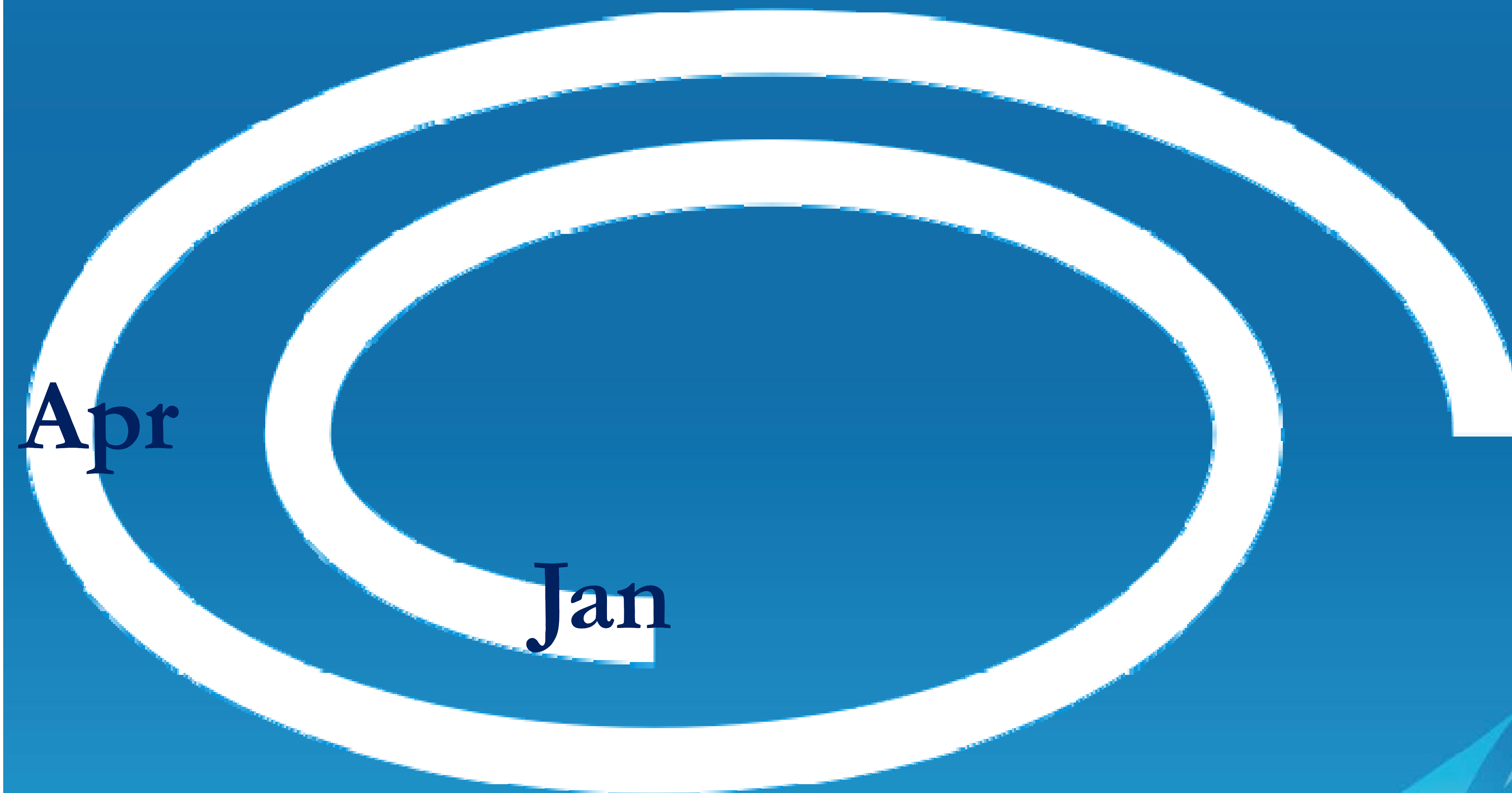
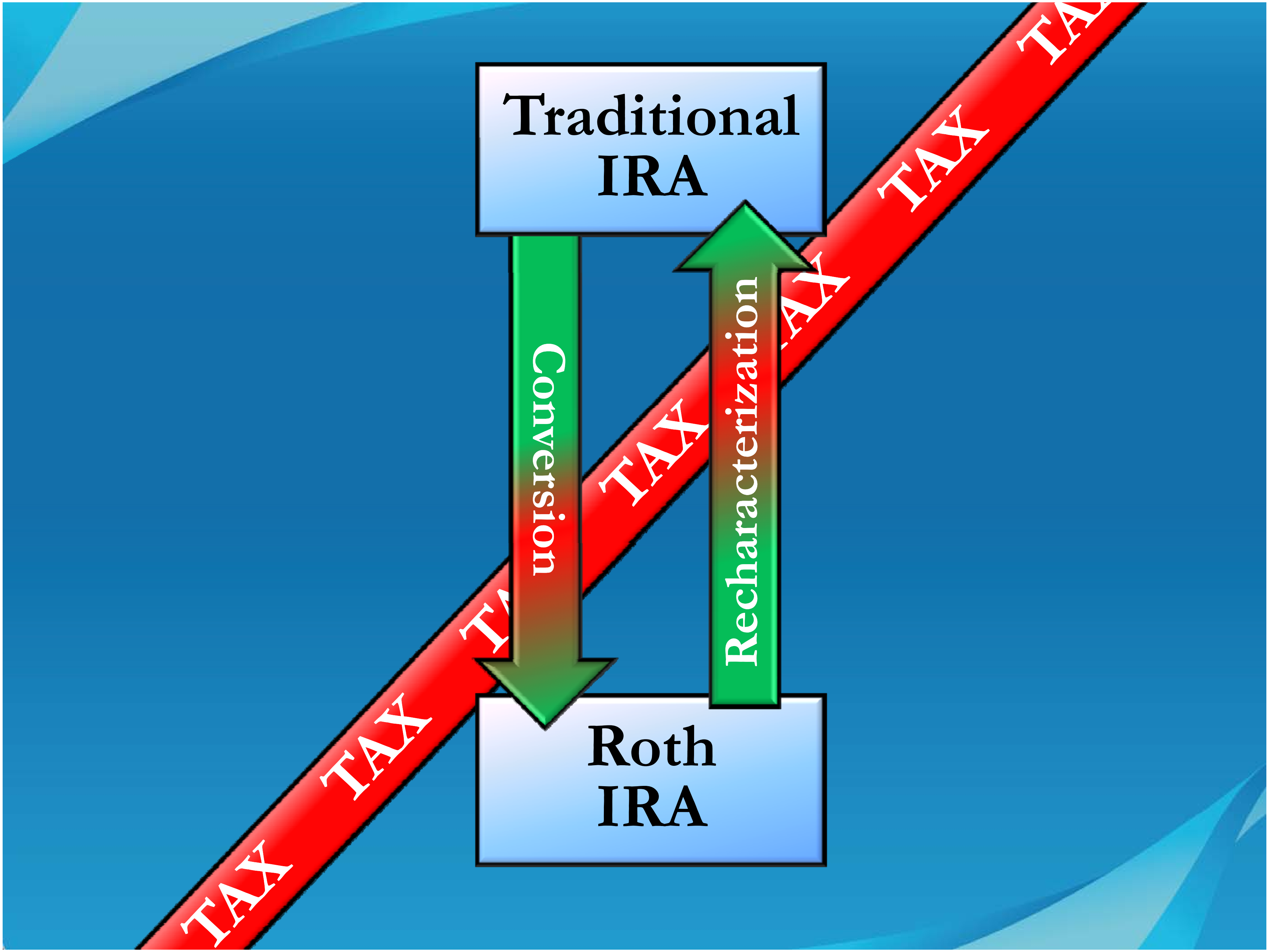
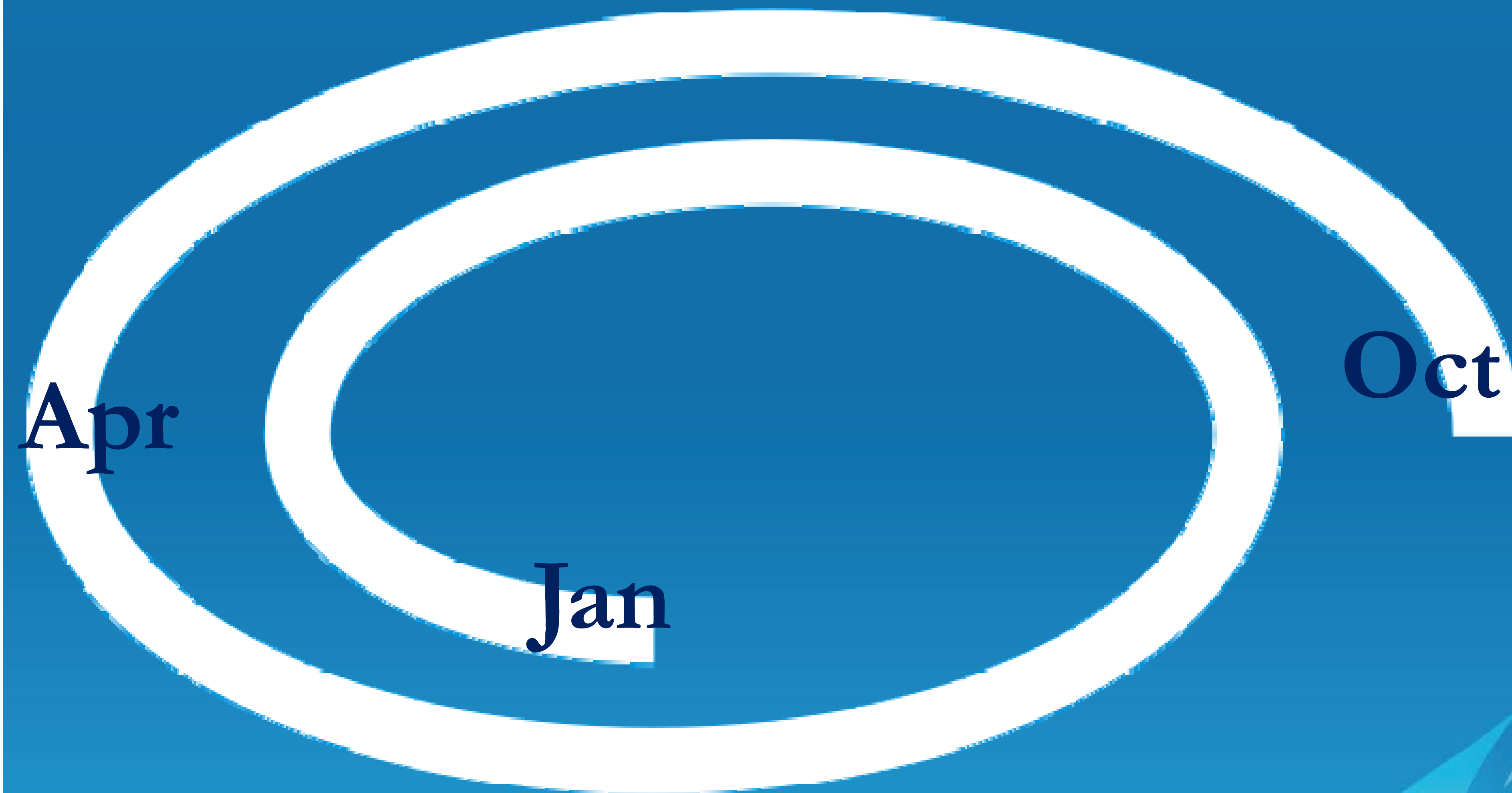
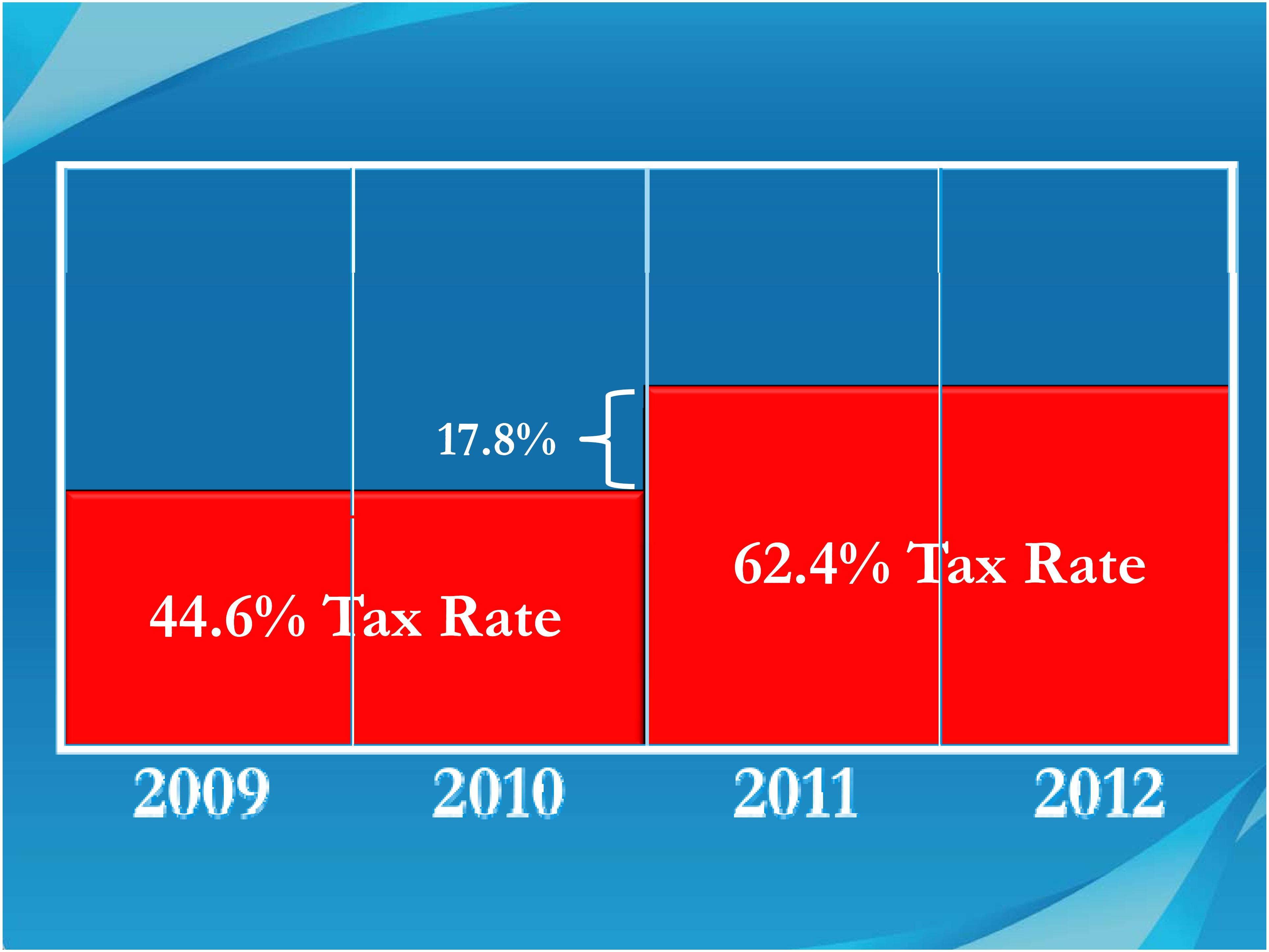
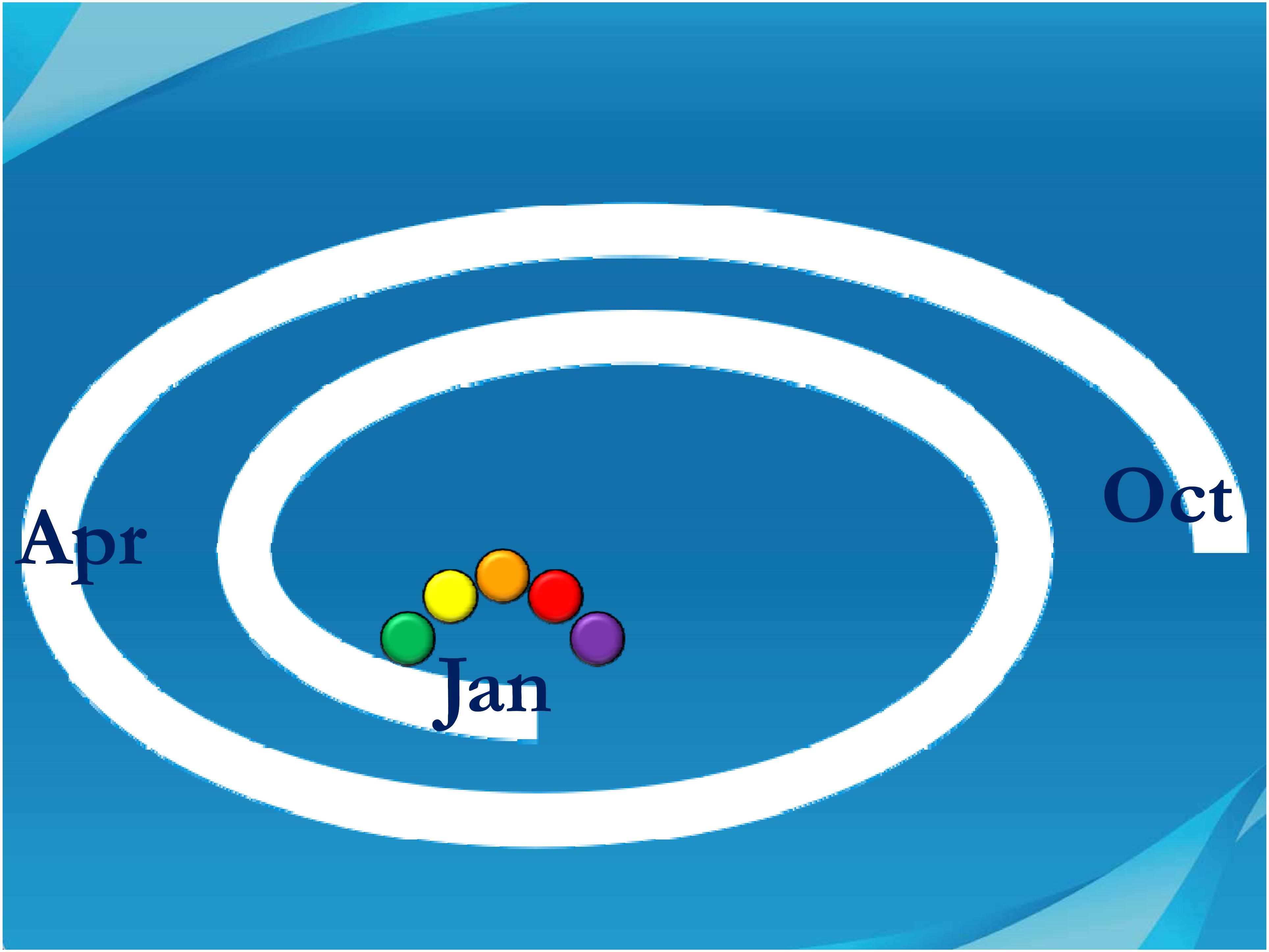
TAX


Apr
Jan


Traditional IRA
Conversion
Recharacterization
Roth IRA
TAX TAX TAX TAX TAX TAX TAX

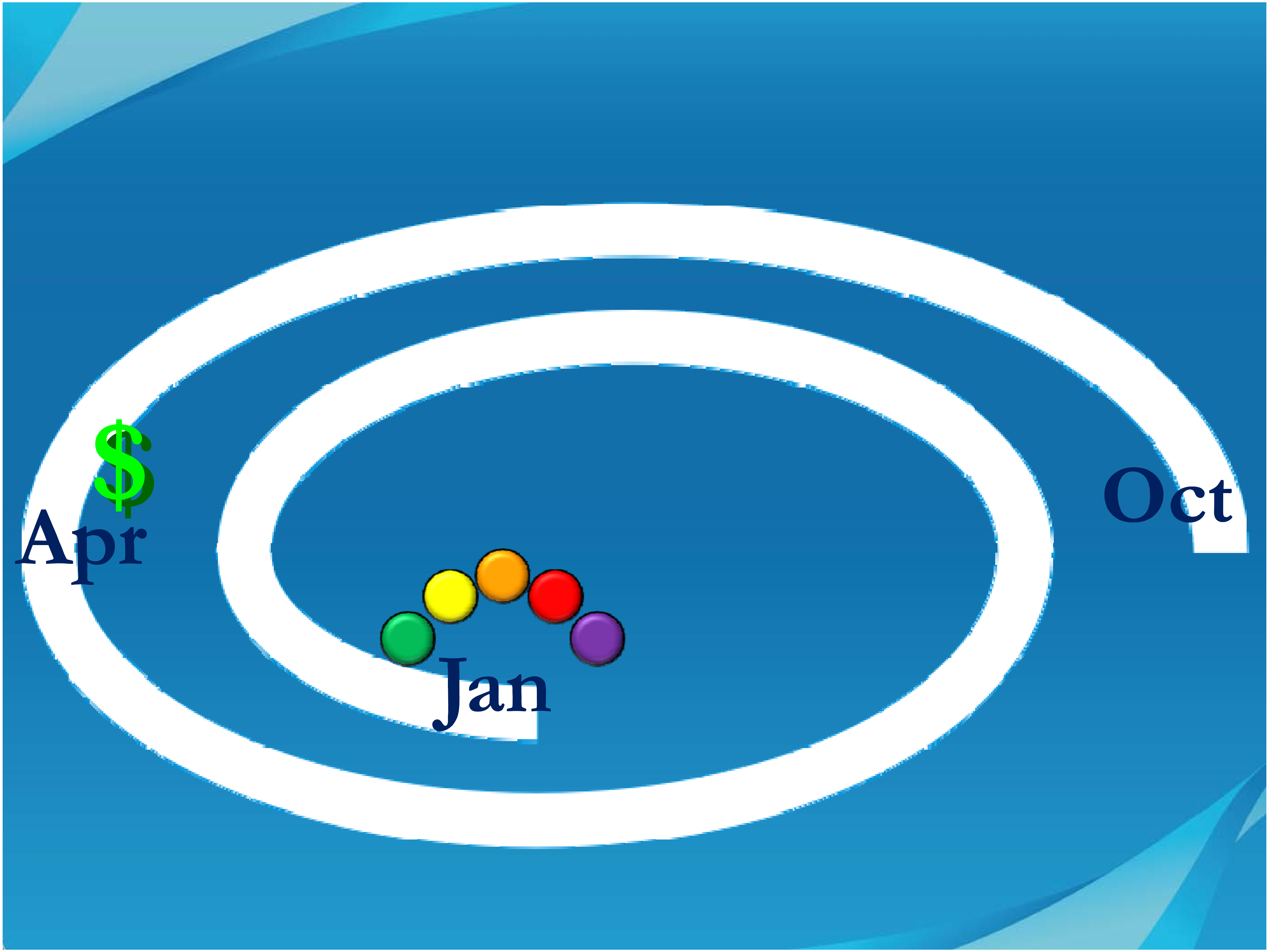

Oct
Apr
Jan


17.8%
44.6% Tax Rate
62.4% Tax Rate
2009
2010
2011
2012



Oct
Apr
Jan

Asset Allocation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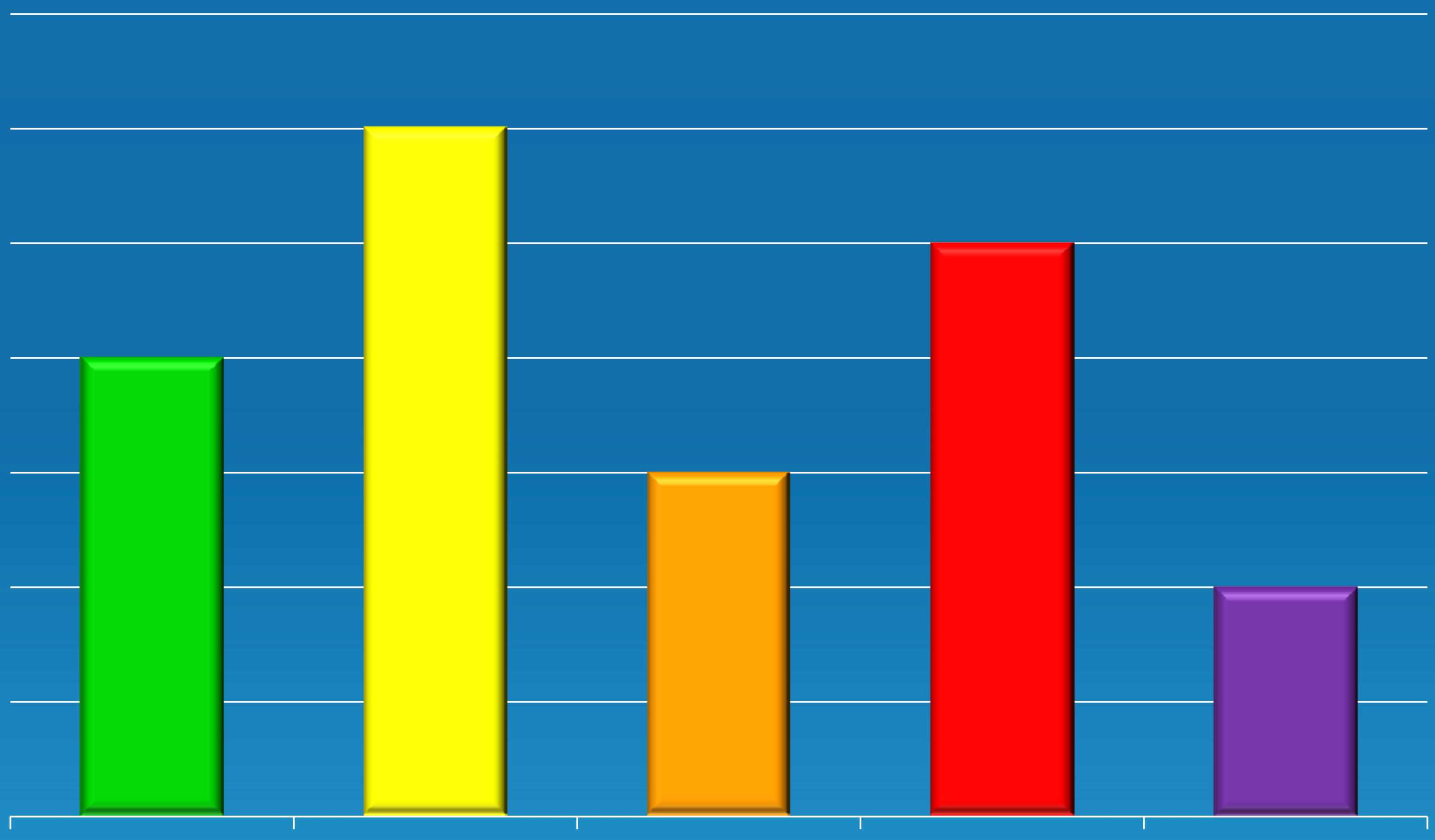
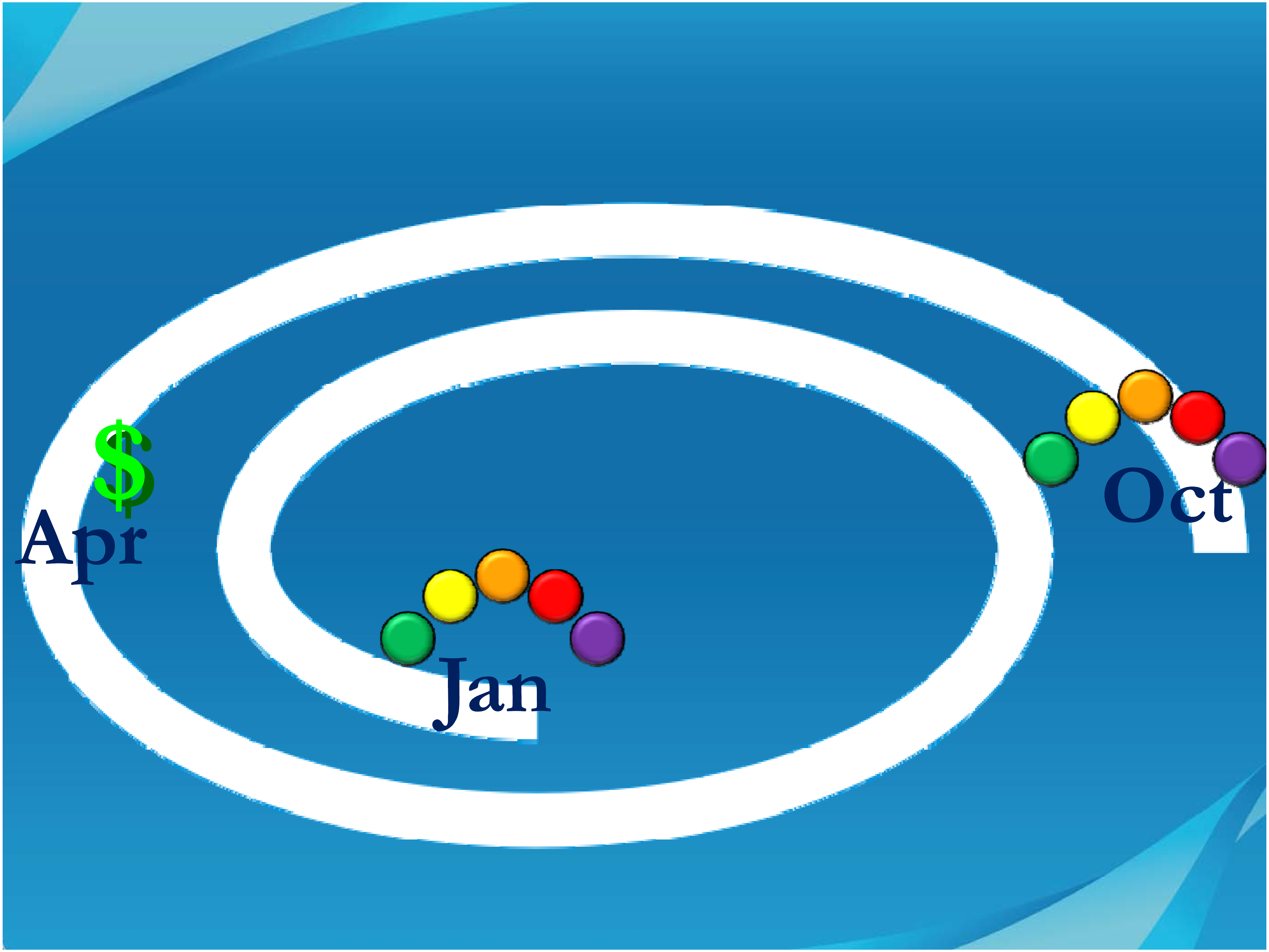
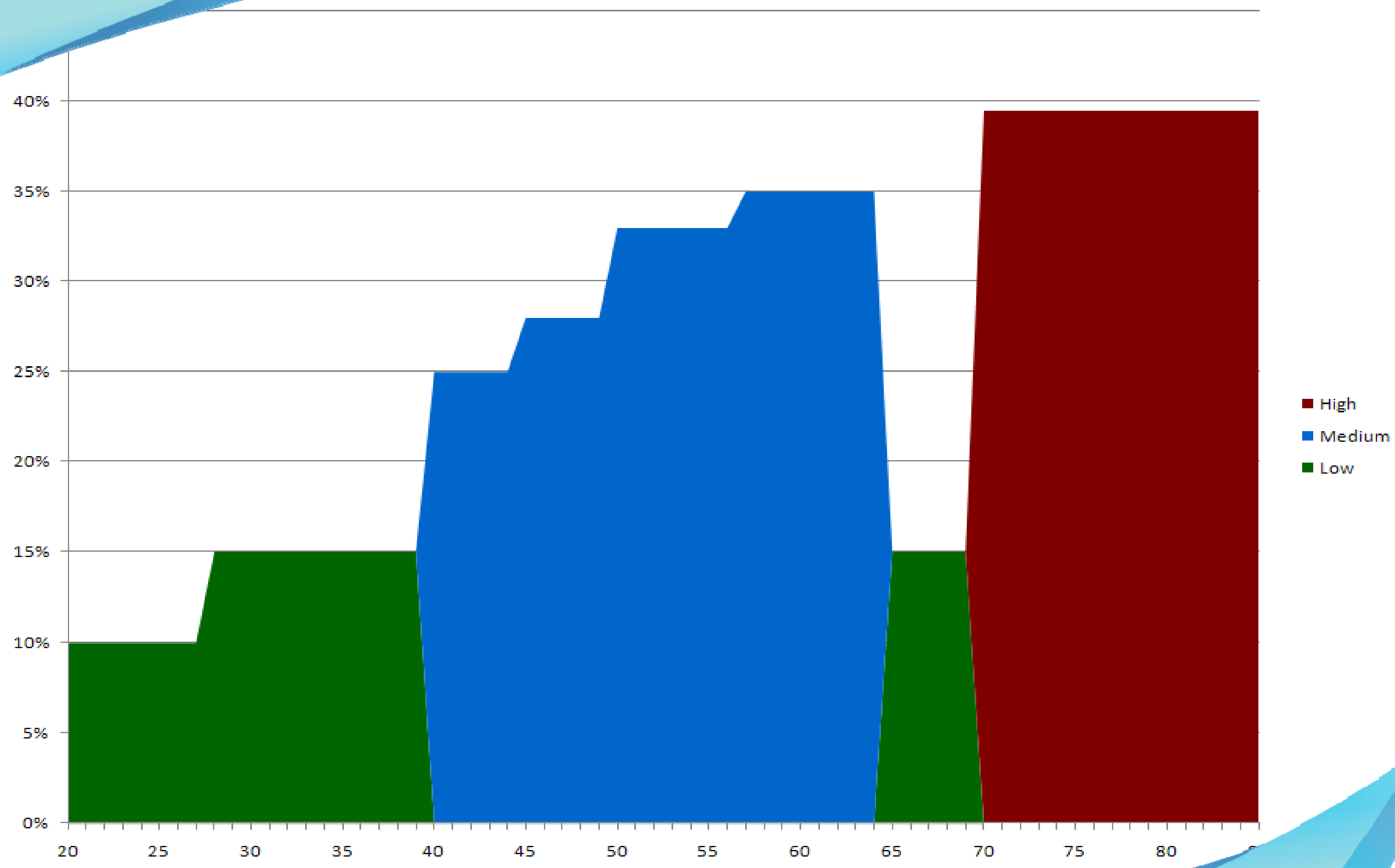
Apr
Oct
Jan

Asset Allocation




$
Apr
Jan
Oct

Potential Conversions During Gap Years



Roth Conversion and Segregation Criteria

- AGI has been over $100,000
- Large IRA that could be converted
- Anticipate higher tax rates in the future
- Sufficient liquid assets to pay the tax
- Desire to reduce your gross estate
- Willingness to deal with increased tax preparation complexity


SPECIAL AGRO-CHEQUE
50000000000
RESERVE BANK OF ZIMBABWE
AA1740592
FIFTY BILLION DOLLARS
50 BILLION
50000000000
RESERVE BANK OF ZIMBABWE
50000000
Pay the bearer on demand
FIFTY MILLION DOLLARS
on or before 30th June 2008
for the Reserve Bank of Zimbabwe
Issue date: 2nd April 2008
BEARER CHEQUE
50000000
AP8320610
250000000 RESERVE BANK OF ZIMBABWE
TWO HUNDRED AND FIFTY MILLION DOLLARS
BEARER CHEQUE

Inflation

Cash Has Been the Riskiest Investment

MAROTTA ON MONEY by David John Marotta (2007-12-03)

of the dollar, not exposure to subprime lending. Cash in money market has lost over 40% of its buying power since 2002. And the US Dollar has dropped 10% just this year alone.

The creative accounting of the CPI index rivals anything done by Enron.

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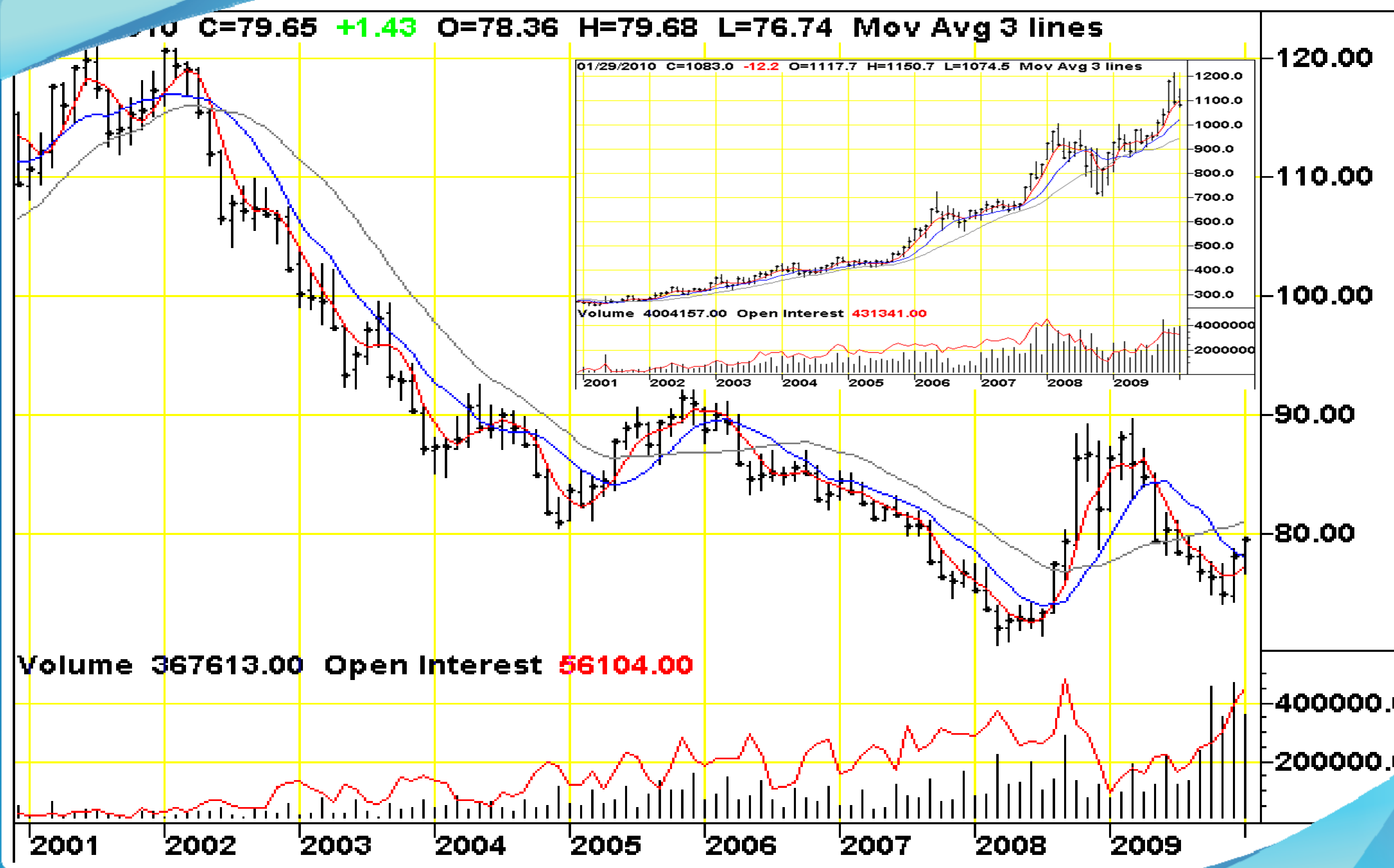
U.S. Dollar Index (Gold)
As of 2010-02-10



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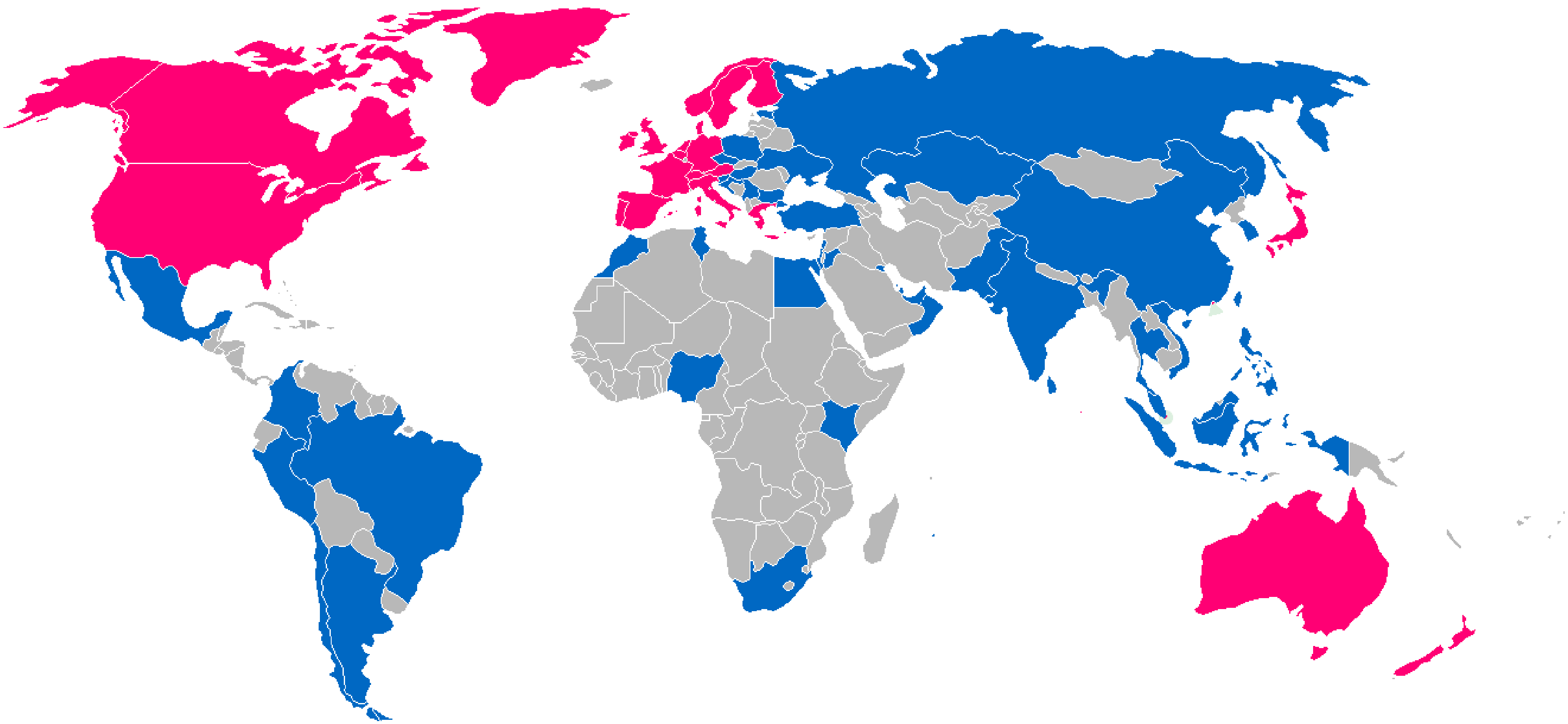
Investments which provide some Inflation Protection

			Returns as of 12/31/2009			
Class	**Symbol**	**Fund Name**	**1Yr**	**3Yr**	**5Yr**	**10Yr**
S&P 500 Index						
	VFINX	Vanguard 500 Index	26.49%	-5.67%	0.34%	-1.03%
Inflation Protected Securities						
	TIP	iShares Barclays TIPS Bond	8.96%	6.65%	4.52%	
	AIANX	American Century Intl-Adj Bd Instl	10.91%	6.92%	4.69%	7.36%
Hard Asset Stocks						
	IGE	iShares S&P NorAm Natural Res	37.10%	1.48%	27.10%	
Precious Metals						
	VGPMX	Vanguard Precious Metals and Mining	76.46%	1.85%	15.33%	17.79%
	SLV	iShares Silver Trust	47.67%	8.74%		
	GLD	SPDR Gold Shares	24.03%	19.49%	19.63%	
Foreign Stocks						
	EFA	iShares MSCI EAFE Index	26.88%	-6.29%	3.25%	
	EFV	iShares MSCI EAFE Value Index	28.28%	-7.97%		
	VEA	Vanguard Europe Pacific ETF	27.52%			
Foreign Small Cap						
	GWX	SPDR S&P International Small Cap	38.30%			
	VSS	Vanguard FTSE All-World ex-US SmCp	new			
Foreign Bonds						
	AIDIX	American Century International Bd Instl	6.51%	3.81%	6.97%	6.53%
	RPIBX	T.Rowe Price International Bond	8.38%	6.67%	3.69%	6.10%
	PFUIX	PIMCO Foreign Bond (unhedged) Instl	21.33%	8.75%	4.52%	
	PEBIX	PIMCO Emerging Markets Bond Instl	30.54%	5.85%	7.78%	13.[illegible]

Developed Countries

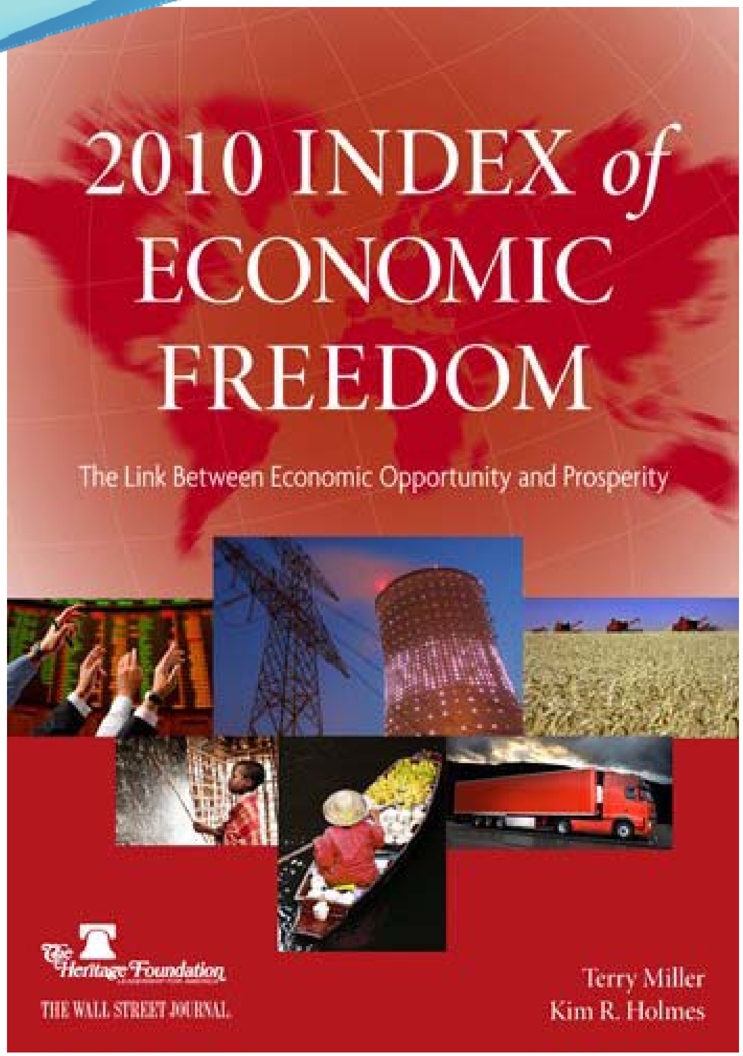


Emerging Markets

Returns as of 2009-12-31 for Emerging Market Investments

			Returns as of 12/31/2009			
Class	Symbol	Fund Name	1Yr	3Yr	5Yr	10Yr
S&P 500 Index						
	VFINX	Vanguard 500 Index	26.49%	-5.67%	0.34%	-1.03%
Emerging Markets						
	EEM	iShares MSCI Emerging Markets Index	68.77%	4.73%	14.89%	
	VWO	Vanguard Emerging Markets ETF	76.29%	4.73%		
BRIC Countries						
	EBB	Claymore/BNY Mellon BRIX ETF	86.11%	12.03%		
	EWZ	iShares MSCI Brazil Index	121.18%	20.84%	31.00%	
	BIK	SPDR S&P BRIC 40	78.35%			
	BKF	iShares MSCI BRIC Index	85.29%			
	RSX	Market Vectors Russia ETF	139.25%			
	PIN	PowerShares India	79.68%			
	FXI	iShares FTSE/Xinhua China 25 Index	47.28%	6.02%	19.84%	

The Link Between Economic Opportunity and Prosperity



The Top 10

RANK	COUNTRY	OVERALL	CHANGE
1	Hong Kong	89.7	-0.3 ▼
2	Singapore	86.1	-1.0 ▼
3	Australia	82.6	0.0 ▼
4	New Zealand	82.1	0.1 ▲
5	Ireland	81.3	-0.9 ▼
6	Switzerland	81.1	1.7 ▲
7	Canada	80.4	-0.1 ▼
8	United States	78.0	-2.7 ▼
9	Denmark	77.9	-1.7 ▼
10	Chile	77.2	-1.1 ▼

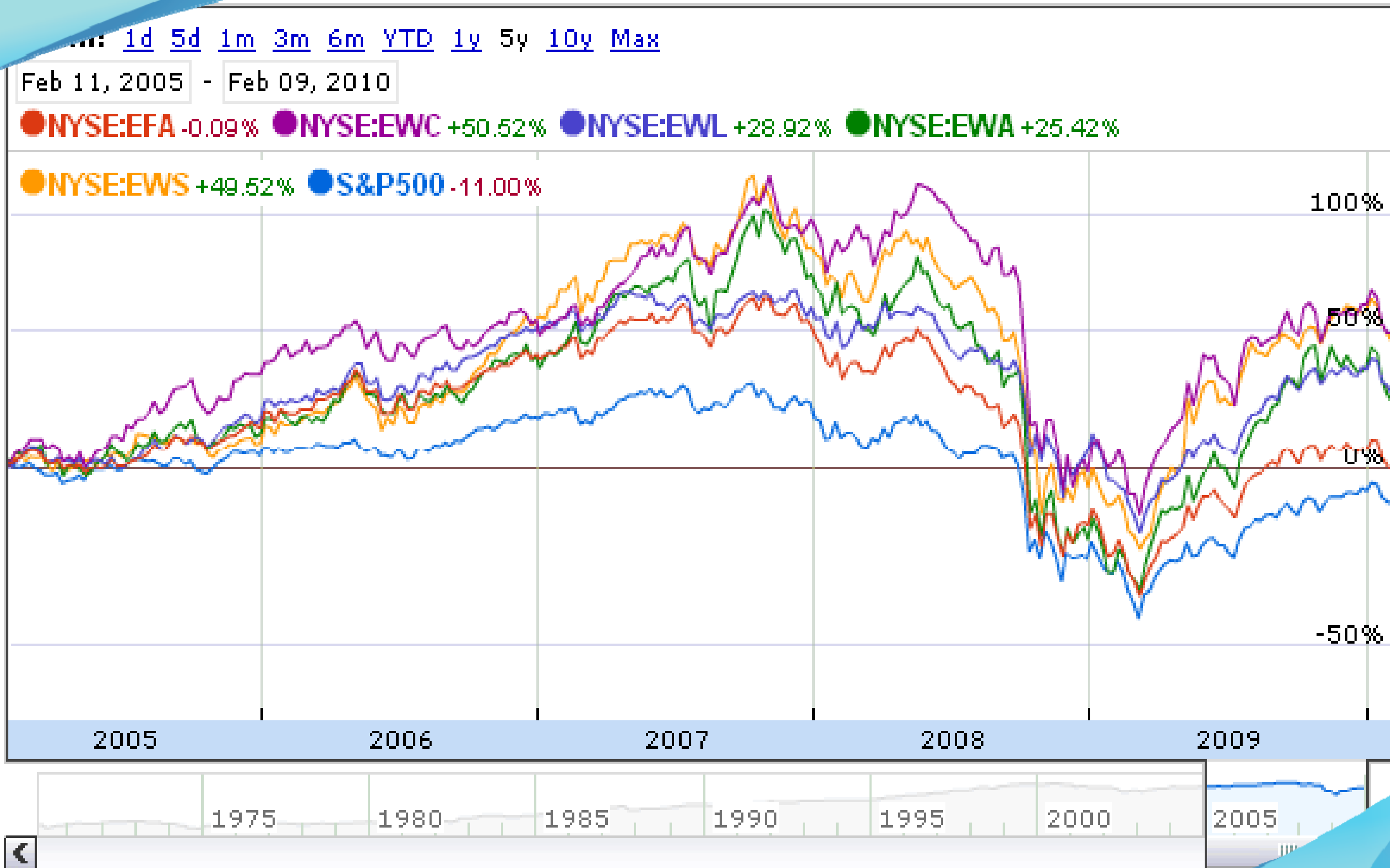
Annualized Returns Ending 12/31/2009

	5-Year	10-Year
Hong Kong	9.29%	4.26%
Singapore	14.55%	5.00%
Australia	11.14%	11.67%
Switzerland	6.33%	4.52%
Canada	10.76%	8.87%
Average free country	10.41%	6.86%
United States (S&P 500)	0.42%	-0.95%

World Rank	Country	Overall Score
1	Hong Kong	89.7
2	Singapore	86.1
3	Australia	82.6
4	New Zealand	82.1
5	Ireland	81.3
6	Switzerland	81.1
7	Canada	80.4
8	United States	78.0
9	Denmark	77.9
10	Chile	77.2
11	United Kingdom	76.5

MAROTTA WEALTH MANAGEMENT

The Link Between Economic Opportunity and Prosperity




1d 5d 1m 3m 6m YTD 1y 5y 10y Max
Feb 11, 2000 - Feb 09, 2010
NYSE:EFA +23.98%
NYSE:EWC +47.64%
NYSE:EWL +45.29%
NYSE:EWA +102.98%
NYSE:EWS +31.57%
S&P500 -24.83%
200%
150%
100%
50%
0%
-50%
2000
2001
2002
2003
2004
2005
2006
2007
2008
2009
1975
1980
1985
1990
1995
2000
2005

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WEALTH MANAGEMENT

					Returns as of 12/31/2009	
Class	**Symbol**	**Fund Name**	**1Yr**	**3Yr**	**5Yr**	**10Yr**
S&P 500 Index						
	VFINX	Vanguard 500 Index	26.49%	-5.67%	0.34%	-1.03%
Economically Free Countries						
	EWH	iShares MSCI Hong Kong Index	54.94%	2.41%	8.30%	3.43%
	EWS	iShares MSCI Singapore Index	97.83%	4.89%	13.94%	5.48%
	EWA	iShares MSCI Australia Index	67.90%	3.66%	11.18%	11.49%
	EWL	iShares MSCI Switzerland Index	22.05%	-2.15%	6.59%	4.29%
	EWC	iShares MSCI Canada Index	53.07%	2.94%	10.22%	8.90%
Foreign Stocks						
	EFA	iShares MSCI EAFE Index	26.88%	-6.29%	3.25%	
	EFV	iShares MSCI EAFE Value Index	28.28%	-7.97%		
	VEA	Vanguard Europe Pacific ETF	27.52%			

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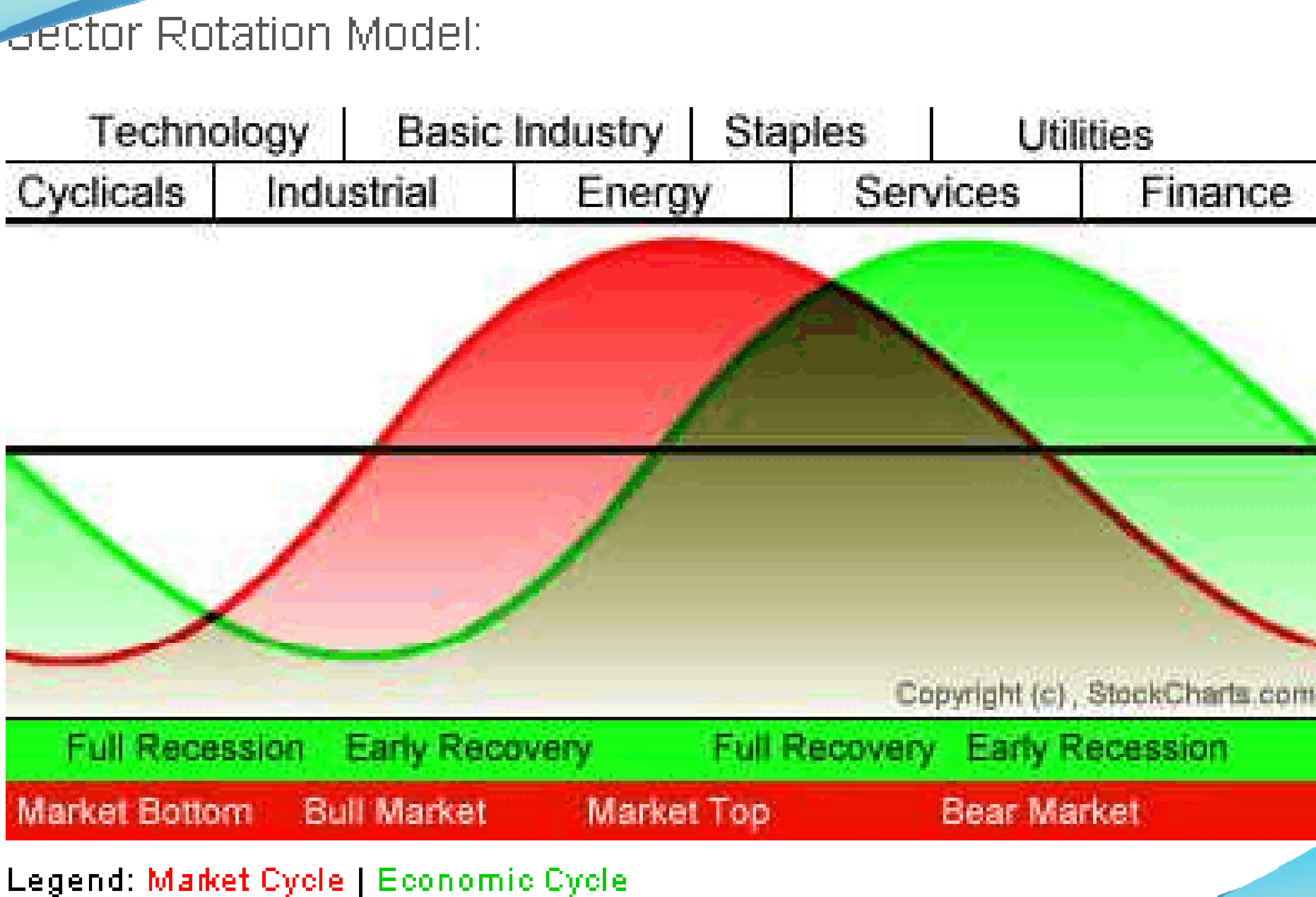
Hypothetical Top Marginal Tax Rates By Age



MAROTTA WEALTH MANAGEMENT

Five Stages of Market Expansion and Recession

Suggested Industries To Overweight At Each Of The Five Stages

Three Stages Of Expansion

Stage One

Technology
- Computer software
- Measuring and control equipment
- Computers and electronic equipment

Transportation
- General transportation

Stage Two

Basic Materials
- Precious metals
- Chemicals
- Steel
- Non-metallic and metal mining

Capital Goods
- Fabricated products
- Defense and aircraft
- Machinery
- Ships and railroad equipment
- Electrical equipment
- Services
- Business services

Stage Three

Consumer Staples
- Agriculture
- Beer and liquor
- Candy and soda
- Food products
- Health care
- Medical equipment
- Pharmaceutical products
- Tobacco products

Energy
- Coal
- Petroleum and natural gas

Two Stages Of Recession

Stage Four

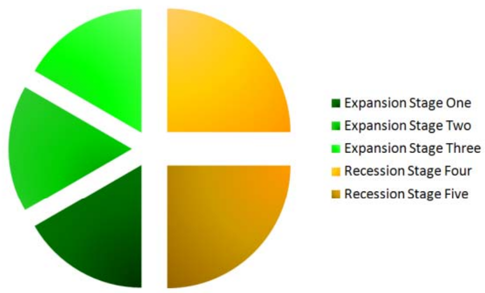
Utilities
- Gas and electrical utilities
- Telecom

Stage Five

Consumer Cyclical
- Apparel
- Automobiles and trucks
- Business supplies
- Construction
- Construction materials
- Consumer goods
- Entertainment
- Printing and publishing
- Recreation
- Restaurants, hotels and motels
- Retail
- Rubber and plastic products
- Textiles
- Wholesale

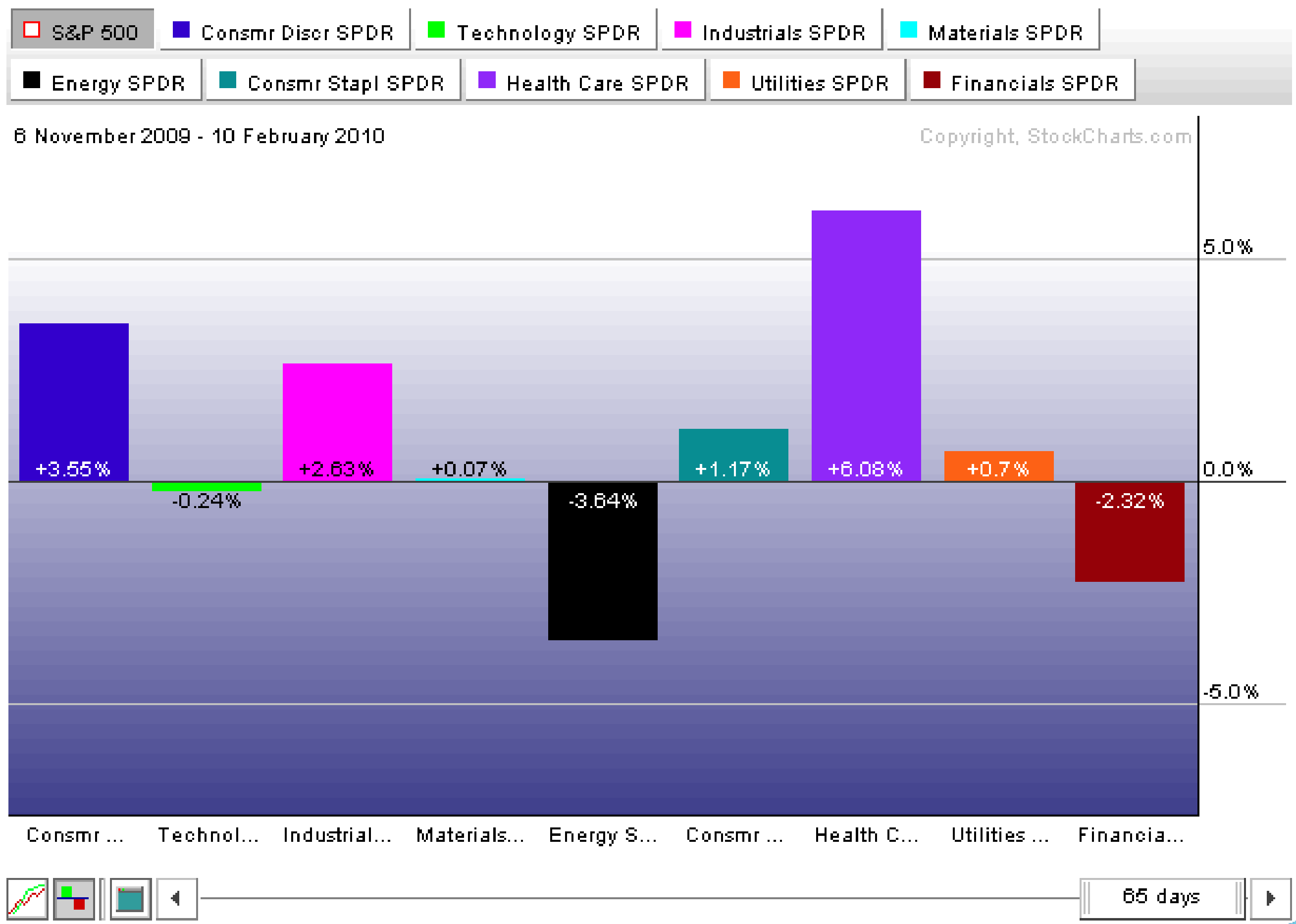
Financial
- Banking
- Insurance
- Real estate
- Trading

Five Stages of Market Expansion and Recession

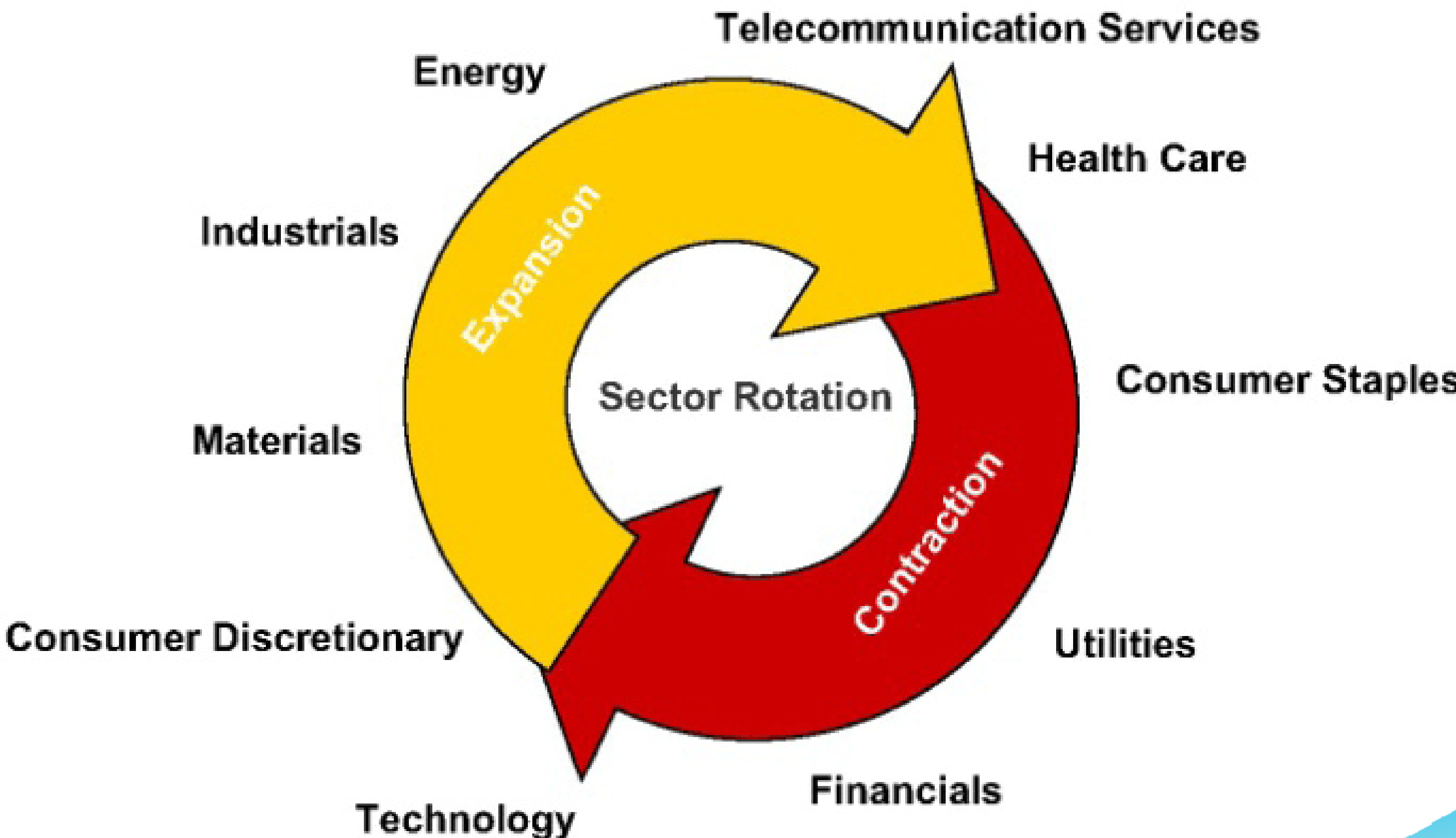


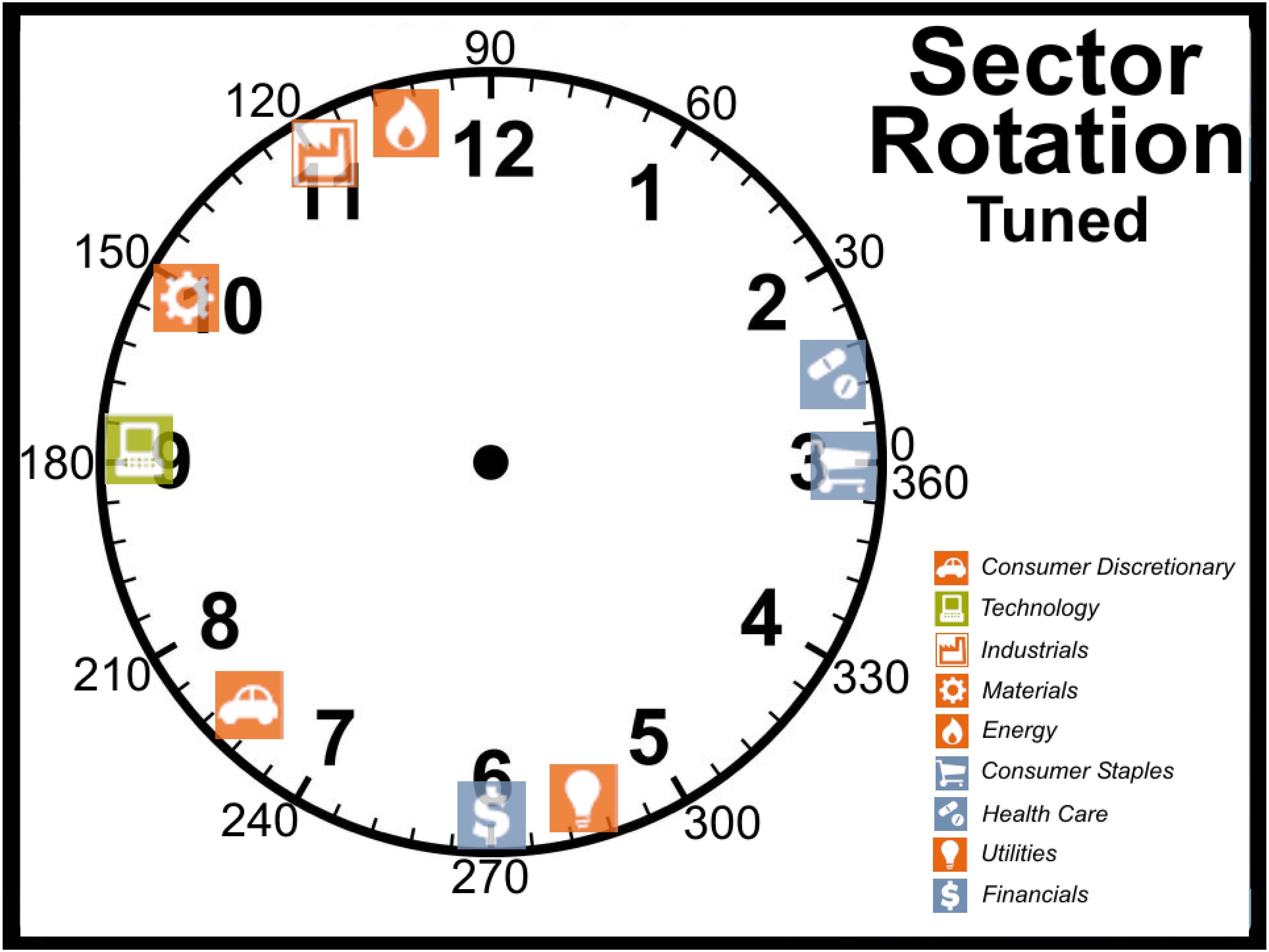
Comparative Sector Returns
http://stockcharts.com/charts/performance/perf.html?[SECT]

PerfChart: S&P Sector SPDRs



Sector Rotation




Sector
Rotation
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360
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300
270
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210
180
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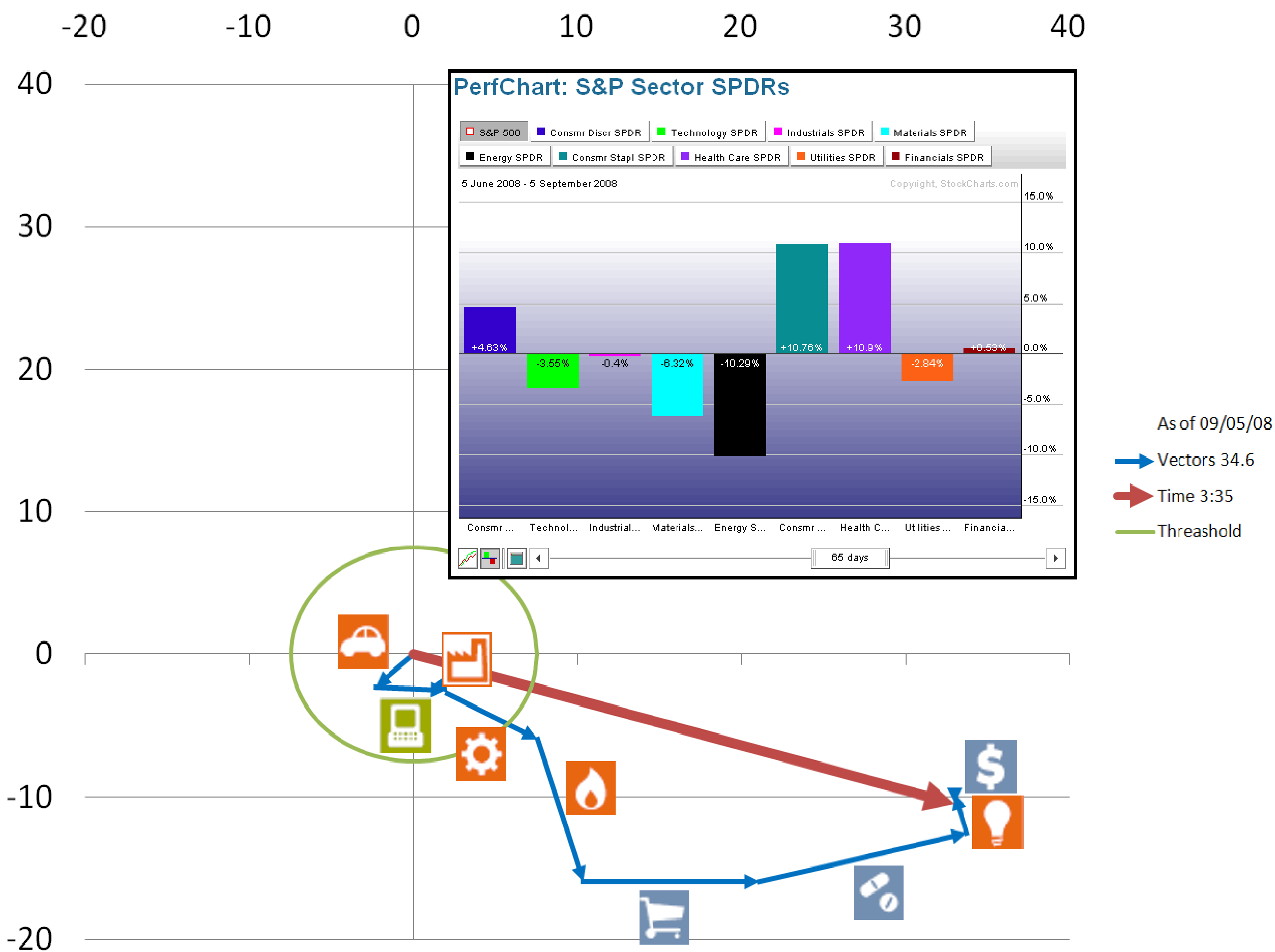
Consumer Discretionary
Technology
Industrials
Materials
Energy
Consumer Staples
Health Care
Utilities
Financials



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PerfChart: S&P Sector SPDRs
S&P 500
Consmr Discr SPDR
Technology SPDR
Industrials SPDR
Materials SPDR
Energy SPDR
Consmr Stapl SPDR
Health Care SPDR
Utilities SPDR
Financials SPDR
5 June 2008 - 5 September 2008
Copyright, StockCharts.com
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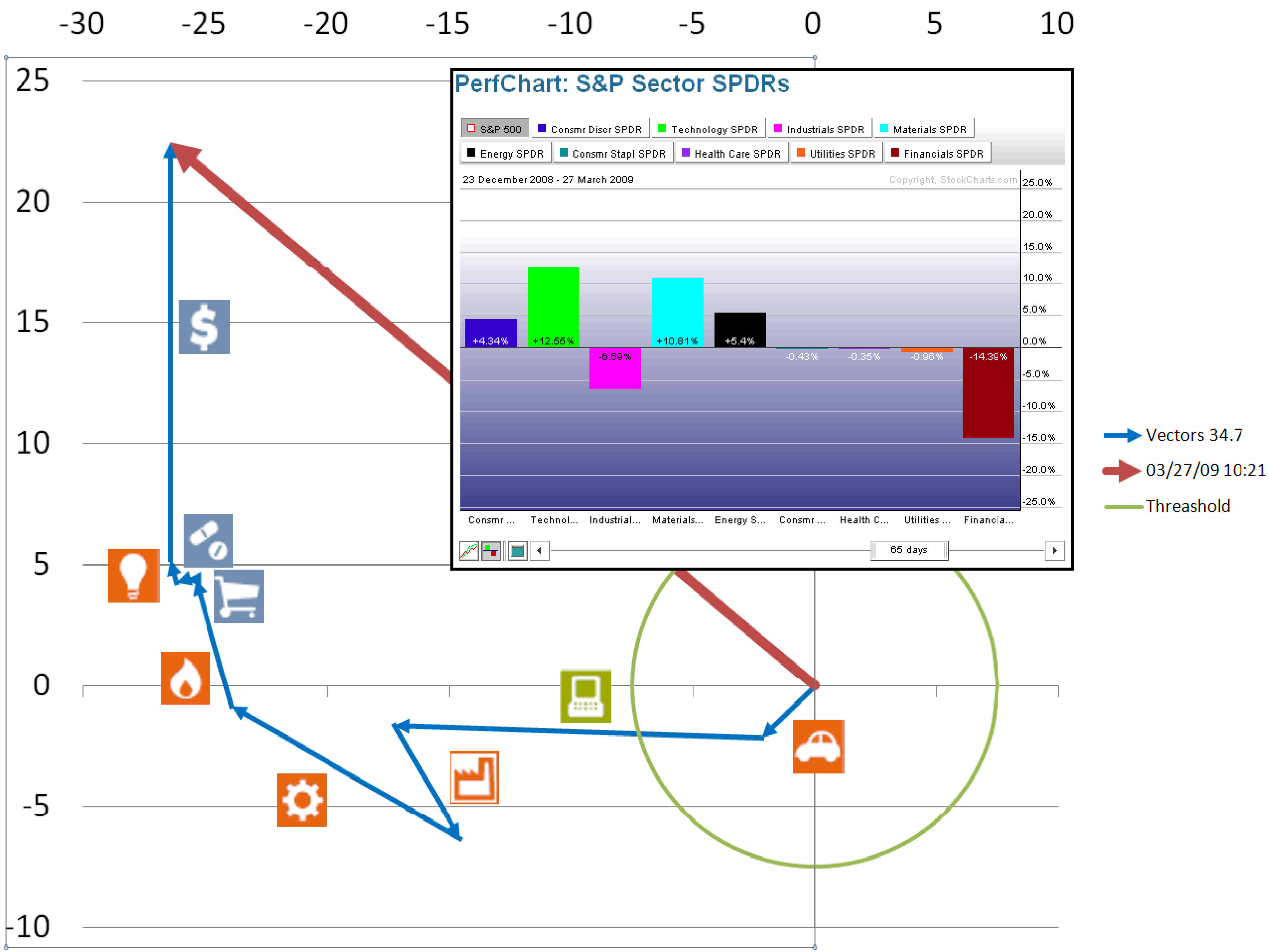
Time 3:35
Threashold



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PerfChart: S&P Sector SPDRs
S&P 500
Consmr Discr SPDR
Technology SPDR
Industrials SPDR
Materials SPDR
Energy SPDR
Consmr Stapl SPDR
Health Care SPDR
Utilities SPDR
Financials SPDR
23 December 2008 - 27 March 2009
Copyright, StockCharts.com
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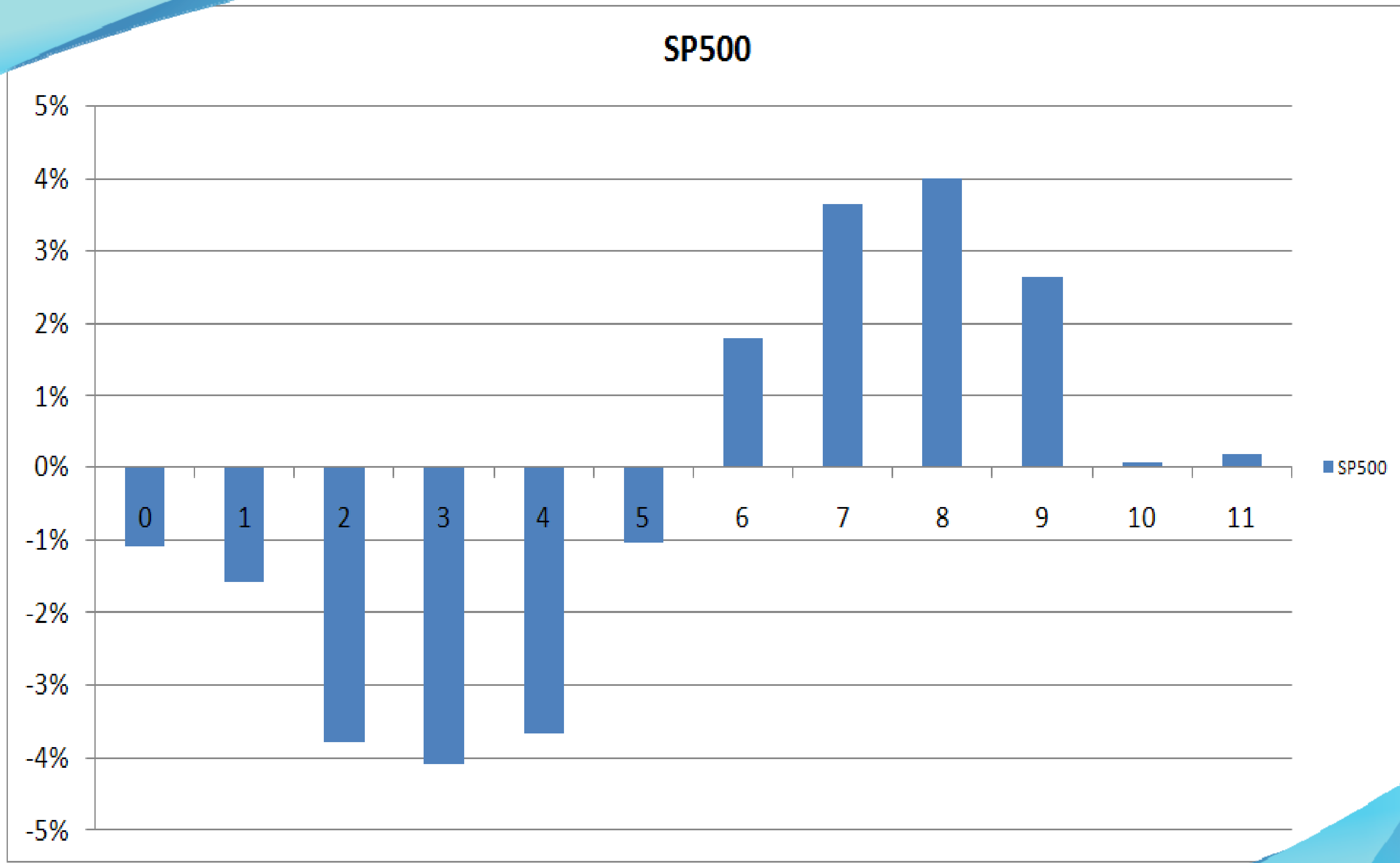
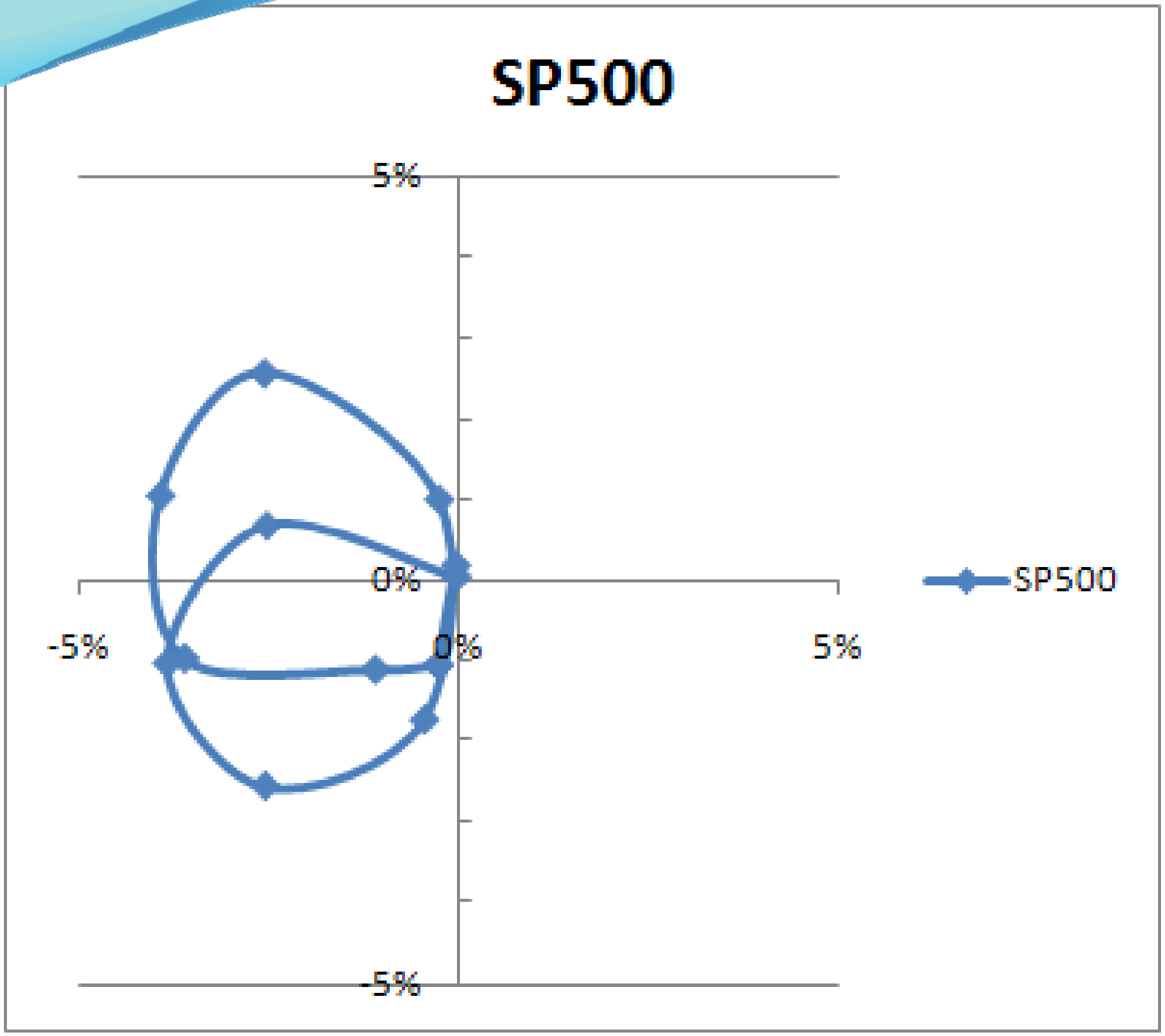
Threashold

Future Return of next 65 days by Hour of Tuned Clock



Hypothetical Top Marginal Tax Rates
By Age



PerfChart: S&P Sector SPDRs
S&P 500
Consmr Discr SPDR
Technology SPDR
Industrials SPDR
Materials SPDR
Energy SPDR
Consmr Stapl SPDR
Health Care SPDR
Utilities SPDR
Financials SPDR
6 November 2009 - 10 February 2010
Copyright, StockCharts.com
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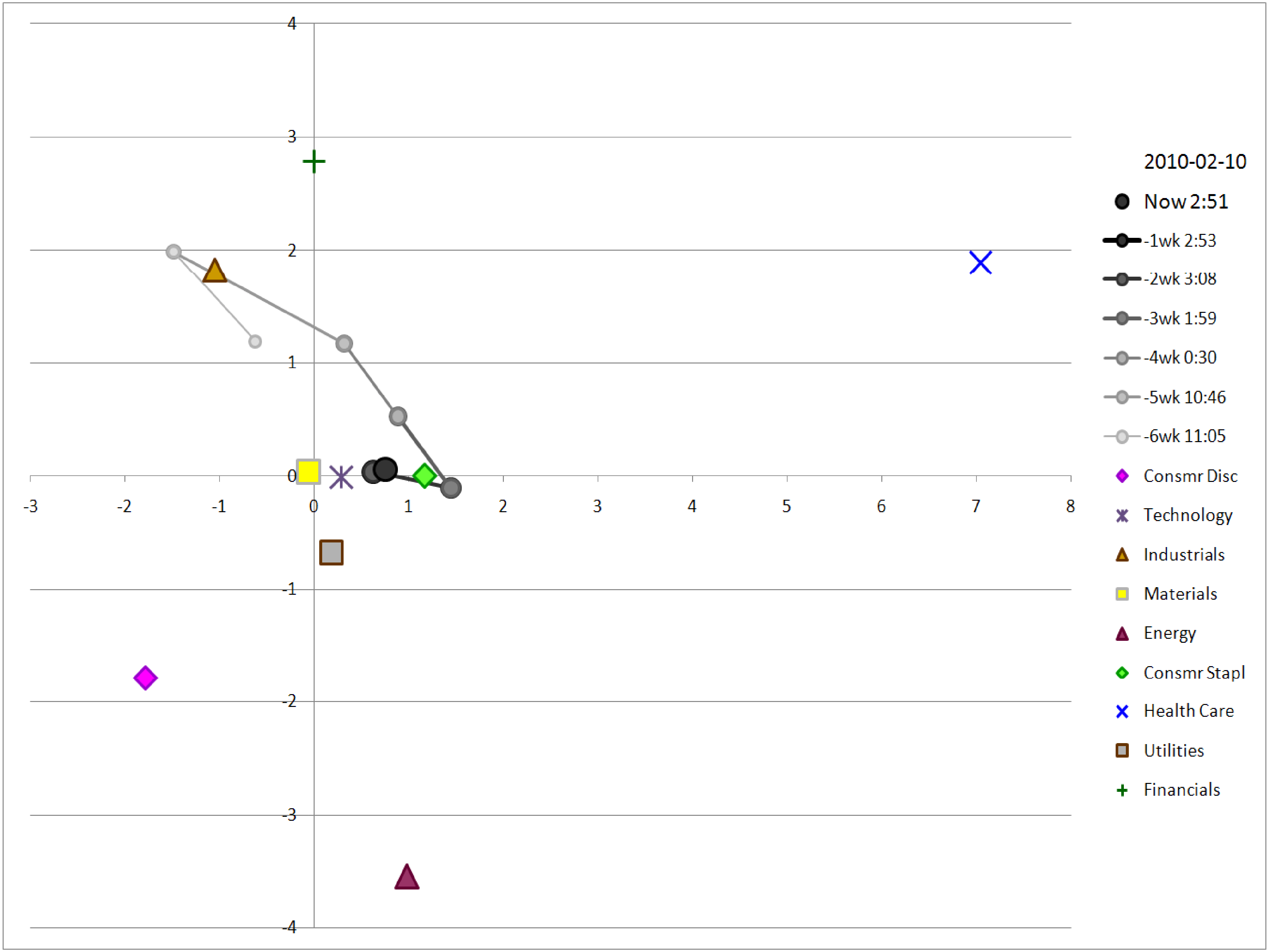

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-1wk 2:53
-2wk 3:08
-3wk 1:59
-4wk 0:30
-5wk 10:46
-6wk 11:05
Consmr Disc
Technology
Industrials
Materials
Energy
Consmr Stapl
Health Care
Utilities
Financials

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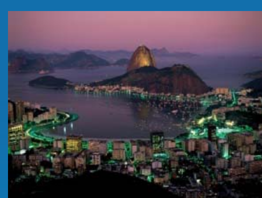
WEALTH MANAGEMENT

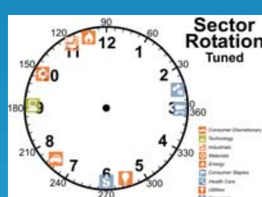
Taxes

Inflation



Emerging Markets

Economic Freedom



Economic Cycles

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Comprehensive Wealth Management with a Trusted Fiduciary Advisor

Taking Advantage of Investment Trends

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