

McCarthy Asset Management, Inc.

Registered Investment Advisor

January 2, 2014

Dear MAM Client,

Happy New Year! I hope that you and your loved ones had wonderful Holidays. Since December is quarter-end, the December Monthly Commentary will be the 4th Quarter Letter that we will include with the quarterly reports. We plan to mail those reports (or email for those who prefer paperless) no later than next Monday. Since the 4th Quarter Letter is already complete, I have also attached a PDF copy of it to this email. In the Letter we discuss:

- Fed Starts Tapering (Finally)
- Congressional Budget Deal Removes Threat of Government Shutdown
- 2014 Stock Market Outlook
- Current Asset Allocation of MAM Portfolios
- Fund Profile- FMI Large Cap

Addition to MAM Website- White Papers:

We have added a “White Papers” section to our MAM website ([click here](#) to see) of important articles we have written that we feel are more timeless (rather than timely articles such as an economic update or our market outlook). Here is the current list of white papers available. You can open up the article by clicking on the name below. You are welcome to share these articles with others that may find them useful:

- [Saving for College](#)
- [The Sustainable Withdrawal Rate- Is the 4% Rule Still a Good Estimate](#)
- [Impact of Rising Rates on the Stock Market](#)
- [Health Savings Accounts](#)
- [American Funds Report- The Long View](#)
- [Umbrella Insurance Policies](#)
- [Exchange-Traded Funds](#)
- [Frontier Markets](#)
- [A Surge in Energy Production- A Game Changer for the U.S.](#)
- [Wisdom of Investing with the Crowds](#)

Estimated Tax Payments: For those of you who pay estimated payments, I want to remind you that the due date for the fourth quarter payments is January 15, 2014.

We have already uploaded to the MAM Web site (www.mamportfolios.com) the 2013 year-end values and performance for client portfolios.

Please let me know if you have any questions or comments.

Steve McCarthy, CPA, CFP®

Attached: Q4 2013 Quarterly Letter