

### Fourth Quarter Commentary

In the fourth quarter, U.S. stocks retraced earlier gains as doubts surfaced over the sustainability and strength of corporate profits. In this challenging environment, the Russell 1000 Index declined 13.82%, and the SGA U.S. Large Cap Equity Strategy underperformed the benchmark.

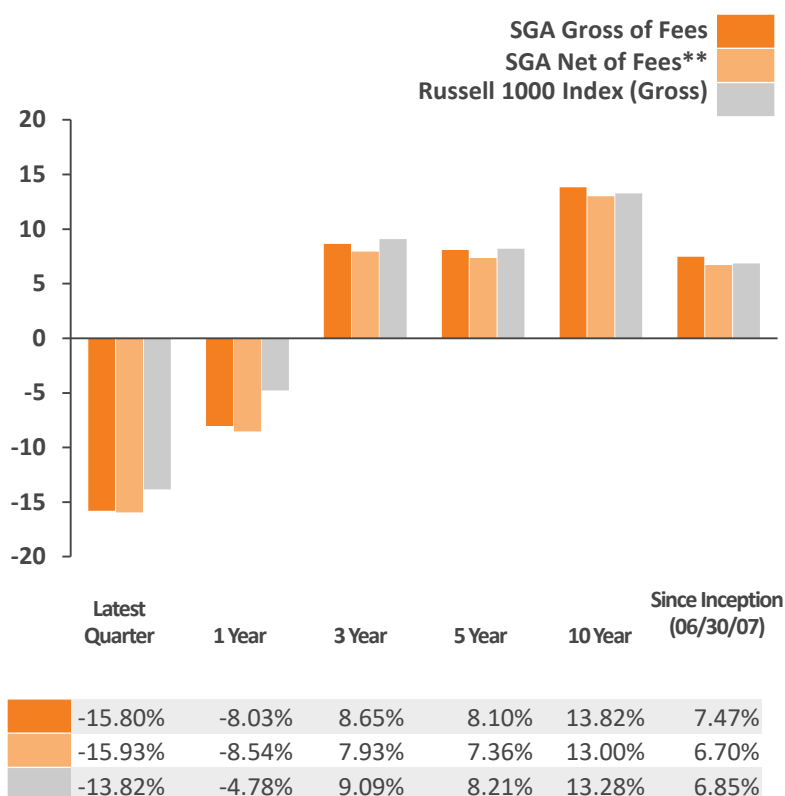
From a sector perspective, the underperformance was primarily driven by negative stock selection within sectors while returns due to sector allocation were modestly negative. Stock selection was weak in Financials and Consumer Discretionary, which was partially offset by positive selection in Information Technology and Health Care. In Financials, Ameriprise Financial declined as outflows in their asset management division persisted. In Consumer Discretionary, fashion retailer Capri Holdings reported stable comparable sales but declined on heightened concerns surrounding their acquisition strategy. Electronic retailer Best Buy fell on potentially higher future input costs that threaten to pressure earnings growth. However, several sources express that Best Buy's competitive position has strengthened against Amazon with comparable average selling prices. Within Information Technology, holdings in semiconductor provider Broadcom contributed to positive performance. Broadcom reported solid results with margins surprising to the upside along with strength across networking, enterprise storage, and industrial end markets. In Health Care, pharmacy benefit management company Express Scripts gained following the acquisition by Cigna. Pharmaceutical leader Pfizer announced the creation of a joint venture with GlaxoSmithKline plc which was well received by investors. Biopharmaceutical firm Amgen reported an overall positive quarter with revenues and earnings exceeding forecasts and subsequently raised full year guidance.

The SGA Alpha Model was negative for the quarter among U.S. large cap equities. Within the model, all four categories had neutral to modestly negative contributions for the quarter with the Valuation category continuing to be the largest detractor.

### Portfolio Characteristics\*

	SGA	Benchmark
Number of Stocks	115	983
Price/Earnings (1-Year Forecast)	12.4x	15.6x
Price/Book	2.5x	2.8x
Weighted Average Market Cap	\$130.5B	\$182.1B
Median Market Cap	\$14.4B	\$8.9B
Estimated Annual Turnover	40-60%	

### Performance as of 12/31/2018



**A globally applied process  
integrating proprietary  
fundamental and  
quantitative research**

\*\*Net of fees performance was calculated using the highest applicable annual management fee of 0.55% applied monthly effective October 1, 2017. Prior to October 1, 2017, net of fees performance was calculated using the highest applicable annual management fee of 0.75% applied monthly; actual investment advisory fees incurred by clients may vary.

All periods greater than one year have been annualized. Please see the fully compliant disclosure presentation at the end of this document.

### Top 10 Holdings with Country and Weight\*

Security Name	Sector	Weight (%)
Microsoft Corporation	Information Technology	2.87
Boeing Company	Industrials	2.78
Amgen Inc.	Health Care	2.73
Pfizer Inc.	Health Care	2.70
AT&T Inc.	Communication Services	2.48
Apple Inc.	Information Technology	2.36
Allstate Corporation	Financials	2.33
Home Depot, Inc.	Consumer Discretionary	2.32
Cisco Systems, Inc.	Information Technology	2.12
Molson Coors Brewing Company Class B	Consumer Staples	2.09
<b>Total</b>		<b>24.77</b>

### Sector Diversification\*

Sector	SGA (%)	Benchmark (%)
Communication Services	8.37	9.58
Consumer Discretionary	11.52	10.13
Consumer Staples	7.08	6.94
Energy	5.73	5.07
Financials	11.83	13.52
Health Care	17.05	15.02
Industrials	8.60	9.57
Information Technology	22.77	20.28
Materials	2.62	2.97
Real Estate	2.58	3.65
Utilities	1.22	3.27
Cash	0.63	0.00

### Performance Statistics

	Since Inception (06/30/07)
<b>Standard Deviation</b>	
SGA U.S. Large Cap Equity	15.04%
Russell 1000 Index (Gross)	15.15%
<b>Market Capture</b>	
Upside	102.14%
Downside	99.27%
<b>Information Ratio</b>	
SGA U.S. Large Cap Equity	0.22
Russell 1000 Index (Gross)	--

### SGA PORTFOLIO MANAGEMENT TEAM

**Cynthia Tusan, CFA**  
President, Senior Portfolio Manager  
29 years of investment experience

**Gary Baierl, PhD**  
Chief Investment Officer  
20 years of investment experience

**Mark Wimer, CFA**  
Senior Portfolio Manager  
23 years of investment experience

**Cherie Badri, CFA**  
Director of Fundamental Research,  
Senior Portfolio Manager  
23 years of investment experience

**Brendan Skarra-Corson, CFA**  
Senior Portfolio Manager  
11 years of investment experience

Source: FactSet, MSCI, SGA

\*Holdings, sector, country, and regional diversification represents the holdings, sectors, and country weights in the SGA U.S. Large Cap Equity portfolio as of the date noted. These holdings, sectors, country, and regional weights are subject to change at any time without notice. Individual account data may vary. This information is supplemental to the annual disclosure presentation.

The **Russell 1000 Index (Gross)** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of large capitalization U.S. securities.

Investors should consider all factors, including investment objectives, fee charges, other expenses and risks carefully before investing in this product. A foreign investment offers diversifying characteristics, but also involves greater risks than investing in securities of U.S. issuers, including currency, political and stock specific risks. SGA products may have a negative return in a variety of markets whether rising or falling. The foreign security performance can be volatile and investors could lose a substantial amount of their investments. This material should not be reproduced or distributed to anyone else, but used solely by the recipient and their investment advisors. This material provides information on Strategic Global Advisors and their investment strategies and is not intended to be construed as an offer to sell or buy their products.

There is potential for shortfall in any investment process due to a variety of factors including, but not limited to, data and system imperfections, analyst judgment, and the complex nature of designing and implementing portfolio construction systems and other quantitative models. Such shortfalls in systematic or quantitative processes in particular pose broader risk because they may be more pervasive in nature. Furthermore, SGA's systems may not necessarily perform in a manner in which they have historically performed or were intended to perform. SGA recognizes that such shortfalls are inherent to both fundamental and systematic or quantitative processes, and believes that combining both approaches improves the opportunity to reduce these shortfalls. However, these efforts may not necessarily result in the identification of profitable investments or the management of risk.

### U.S. LARGE CAP EQUITY ANNUAL DISCLOSURE PRESENTATION

YEAR END	TOTAL FIRM ASSETS (MILLIONS)	COMPOSITE ASSETS			ANNUAL PERFORMANCE RESULTS				3-YEAR ANNUALIZED EX-POST STANDARD DEVIATION***	
		USD (MILLIONS)	NO. OF ACCOUNTS	% OF WRAP ACCOUNTS	COMPOSITE GROSS**	COMPOSITE NET	RUSSELL 1000 INDEX (GROSS)	COMPOSITE DISPERSION	COMPOSITE GROSS	RUSSELL 1000 INDEX (GROSS)
2017	4,085	90	4	<1%	27.42%	26.55%	21.69%	N/A	10.85%	10.11%
2016	3,023	97	4	<1%	9.44%	8.63%	12.05%	N/A	11.39%	10.84%
2015	2,548	65	2	<1%	0.88%	0.12%	0.92%	N/A	11.40%	10.63%
2014	1,141	53	2	<1%	14.12%	13.28%	13.24%	N/A	10.38%	9.25%
2013	715	52	2	<1%	36.54%	35.54%	33.11%	N/A	12.61%	12.43%
2012	441	<1	1	100%	16.02%	15.16%	16.42%	N/A	15.47%	15.62%
2011	313	<1	1	100%	5.85%	5.06%	1.50%	N/A	17.61%	19.22%
2010	153	<1	1	100%	18.87%	18.00%	16.10%	N/A	21.47%	22.60%
2009	145	<1	1	100%	23.95%	23.03%	28.43%	N/A	N/A	N/A
2008	128	<1	1	100%	-37.68%	-38.17%	-37.60%	N/A	N/A	N/A
2007*	109	<1	1	100%	0.85%	0.47%	-1.31%	N/A	N/A	N/A

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

\*Performance represents a non-annualized partial period return beginning on June 30, 2007.

\*\*The following periods, July 1, 2007 through December 31, 2007, August 1, 2008 through July 31, 2013 and after January 1, 2017, pure gross returns are shown as supplemental information for bundled fee accounts and are stated gross of all fees and transaction costs.

\*\*\*The 3-year annualized ex-post standard deviation is not shown when there are not 36 monthly performance returns available.

**U.S. Large Cap Equity Composite** includes all discretionary, equity only accounts whose primary investment objective is growth, and secondarily yield, and are invested in U.S. large cap securities. This composite does not have a minimum account size. Beginning January 1, 2018, the composite is compared to the Russell 1000 Gross Index. This change was made because the Russell 1000 Gross Index is the most appropriate benchmark for clients in the strategy. This change of benchmark was made retroactively to the inception of the composite. From July 1, 2013 to December 31, 2017, the composite was compared to the Russell 1000 Net Index. The Russell 1000 Net Index is net of dividend withholding taxes applicable to foreign investors. This change was made at the request of SGA's clients investing in the strategy. From October 1, 2009 to June 30, 2013, the composite was compared to the MSCI USA Index. In late 2009, SGA consolidated its benchmarks with MSCI due to economic considerations. From June 30, 2007 to September 30, 2009, the composite was compared to the S&P 500 Index. The U.S. Large Cap Equity Composite was created June 30, 2007. Prior to December 31, 2016, the U.S. Large Cap Equity Composite was known as the U.S. Large Cap Core Equity Composite.

Strategic Global Advisors, LLC (SGA) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. SGA has been independently verified for the periods December 1, 2005 through September 30, 2018.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firmwide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The U.S. Large Cap Equity Composite has been examined for the periods July 1, 2007 through September 30, 2018. The verification and performance examination reports are available upon request.

SGA is an independently registered investment advisor. The firm maintains a complete list and description of composites, which is available upon request. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm.

The U.S. dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. From July 1, 2007 through December 31, 2007 and August 1, 2008 through July 31, 2013, 100% of the composite consisted of bundled fee (or wrap fee) accounts. For bundled fee accounts, these accounts pay a fee based on a percentage of assets under management, which besides brokerage commissions, this fee includes portfolio monitoring, consulting services, and in some cases, custodial services. Gross returns are shown as supplemental information for bundled fee accounts and are stated gross of all fees and transaction costs. Net of fees performance was calculated using the highest applicable annual management fee of 0.55% applied monthly effective October 1, 2017. Prior to October 1, 2017, net of fees performance was calculated using the highest applicable annual management fee of 0.75% applied monthly. Between July 31, 2013 and December 31, 2016, gross and net returns were reduced by the fees for bundled fee account services. Prior to August 1, 2013, 100% of the composite was non-fee paying accounts. After August 1, 2013, non-fee paying accounts were less than 1% of the composite.

The annual composite dispersion presented is an asset weighted standard deviation calculated for the accounts in the composite the entire year and is only presented for periods with more than five accounts in for the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

From September 30, 2013 to March 31, 2014, composite policy included two scenarios that require the temporary removal of any portfolio due to a client initiated significant cash inflow or outflow: 1) When the cash inflow or outflow represents from over 5% to 10% of portfolio assets and it takes longer than five trading days to reduce cash levels to less than 5%, and 2) When the cash inflow or outflow represents more than 10% of portfolio assets. The temporary removal of such an account occurs at the beginning of the month in which the significant cash flow occurs and the account re-enters the composite at the beginning of the month after the cash level in the portfolio is reduced to less than 5%. Additional information regarding the treatment of significant cash flows is available upon request.

Past performance is not indicative of future results.

Maximum fee is 0.55%; actual investment advisory fees incurred by clients may vary.