

U.S. stocks again delivered negative returns in the second quarter, with investors taking risk off the table, as tighter financial conditions, persistently high inflation, and concerns of slowing economic growth weighed on market sentiment. U.S. stocks, as measured by the Russell 1000 Index, returned -16.67% in the second quarter. In this environment, the U.S. Large Cap Equity strategy outperformed the benchmark.

The SGA Alpha Model had positive performance for the quarter among U.S. large cap equities. Within the Model, all four categories made positive contributions. The Valuation category had the most substantial contribution led by its underlying Residual Income Model and Free Cashflow Yield factors which were the top two performing factors in the Model during the quarter.

Sector returns, while broadly negative, diverged in the Russell 1000 Index, with lower returns in sectors with increased sensitivity to rising interest rates, inflation, and slowing growth expectations. Stock selection was strong in Information Technology, Consumer Discretionary, and Industrials, partially offset by weak selection in Energy and Consumer Staples. In Information Technology and Consumer Discretionary, avoiding the reversal of expensive, long duration companies drove positive selection. In the software industry, selection was notable with Dropbox and Synopsys outperforming the industry benchmark return. In Consumer Discretionary, an underweight to Amazon and Tesla also contributed to relative performance.

In Industrials, defense contractors CACI International, Lockheed Martin, and Science Applications International contributed with elevated geopolitical risks likely to increase national defense spending budgets. In Energy, a modest underweight to integrated oil companies in the benchmark drove negative selection. Oil refiner Marathon Petroleum was also a key detractor. In Consumer Staples, while food products stocks Hershey and Tyson Foods contributed to relative performance, a modest underweight in beverage stocks, which outperformed, detracted.

### Ten Calendar Years – Annual Composite Performance

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 YTD
<b>U.S. Large Cap Equity (Gross) %</b>	16.02	36.54	14.12	0.88	9.44	27.42	-8.03	29.99	12.77	30.14	-19.02
<b>U.S. Large Cap Equity (Net)* %</b>	15.16	35.54	13.28	0.12	8.63	26.55	-8.54	29.29	12.15	29.43	-19.24
<b>Russell 1000 Index (Gross) %</b>	16.42	33.11	13.24	0.92	12.05	21.69	-4.78	31.43	20.96	26.45	-20.94
<b>SGA Relative (Gross) %</b>	-0.40	3.43	0.88	-0.04	-2.61	5.73	-3.25	-1.44	-8.19	3.69	1.92

\*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.

A limited performance period of ten calendar years is shown, the inception of the strategy was June 30, 2007.

PERFORMANCE STATISTICS	SGA U.S. LARGE CAP EQUITY	RUSSELL 1000 GROSS	PORTFOLIO CHARACTERISTICS	SGA U.S. LARGE CAP EQUITY	RUSSELL 1000 GROSS
Standard Deviation	15.92%	16.09%	Number of Stocks	123	1,020
Upside Market Capture	99.93%	100%	Price/Earnings (1-Year Forecast)	13.7x	16.4x
Downside Market Capture	98.82%	100%	Price/Book	3.7x	3.5x
Information Ratio	0.10	--	Weighted Average Market Cap	\$347.5B	\$444.3B
			Median Market Cap	\$41.1B	\$140.9B
			Estimated Annual Turnover	40-60%	--

Performance statistics are calculated since inception of the strategy June 30, 2007, through June 30, 2022 based on gross of fees returns. Please see additional information contained in the GIPS® Report, which is located at the end of this presentation. Portfolio characteristics are based on a representative account and calculated as of June 30, 2022.

SECTOR WEIGHTS*	SGA U.S. LARGE CAP EQUITY (%)	RUSSELL 1000 GROSS (%)
Communication Services	7.69	8.45
Consumer Discretionary	9.51	10.61
Consumer Staples	6.21	6.58
Energy	4.14	4.35
Financials	10.38	11.25
Health Care	14.40	14.77
Industrials	8.90	8.60
Information Technology	27.55	26.16
Materials	2.62	2.81
Real Estate	4.69	3.41
Utilities	3.31	3.02
Cash	0.59	0.00

TOP 10 HOLDINGS*	SGA U.S. LARGE CAP EQUITY (%)	RUSSELL 1000 GROSS (%)
MICROSOFT CORP	5.56	5.44
ALPHABET INC	4.60	3.56
APPLE INC	3.90	5.92
BRISTOL MYERS SQUIBB	2.50	0.46
ABBVIE INC	2.10	0.77
MID-AMER APT CMNTYS	1.75	0.06
DROPBOX INC	1.65	0.02
EXTRA SPACE STORAGE	1.53	0.06
JOHNSON & JOHNSON	1.50	1.32
TYSON FOODS INC	1.50	0.07
<b>Top 10 Holdings</b>	<b>26.59</b>	<b>17.68</b>

*Fundamentally Inspired.  
Quantitatively Driven.*

**SGA PORTFOLIO MANAGEMENT TEAM**
**Cynthia Tusan, CFA**

CEO, Senior Portfolio Manager  
33 years of investment experience

**Gary Baierl, PhD**

Chief Investment Officer  
24 years of investment experience

**Mark Wimer, CFA**

Senior Portfolio Manager  
27 years of investment experience

**Cherie Badri, CFA**

Director of Fundamental Research,  
Senior Portfolio Manager  
27 years of investment experience

**Brendan Skarra-Corson, CFA**

Senior Portfolio Manager  
15 years of investment experience

Source: FactSet, Northern Trust, Russell, SGA

\*Holdings and sector diversification represents the holdings and sector weights in the SGA U.S. Large Cap Equity representative account as of the date noted. These holdings and sector weights are subject to change at any time without notice. Individual account data may vary. This information is supplemental to the GIPS® Report.

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.

**SGA U.S. LARGE CAP EQUITY GIPS® REPORT**

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)
2021	4,365	<1	1	100%	30.14%	29.43%	26.45%	N/A	17.93%	17.96%
2020	5,045	62	3	<1%	12.77%	12.15%	20.96%	N/A	19.22%	19.37%
2019	5,139	55	3	<1%	29.99%	29.29%	31.43%	N/A	13.18%	12.22%
2018	3,944	44	3	<1%	-8.03%	-8.54%	-4.78%	N/A	11.81%	11.11%
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.

SGA 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. Key material risks include the risk that stock prices may fall over short or extended periods of time and that the composite will underperform its benchmark. Beginning January 1, 2018, the composite is compared to the Russell 1000 Gross Index, which measures the performance of the large-cap segment of the U.S. equity universe. 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 and incepted on 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 December 31, 2020.

A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The U.S. Large Cap Equity Composite has had a performance examination for the periods July 1, 2007 through June 30, 2020. The verification and performance examination reports are available upon request.

SGA is an independently registered investment advisor. A list of all composite and pooled fund investment strategies offered by the firm, with a description of each strategy, is available upon request. The type of portfolios in which each strategy is available (segregated account, limited distribution pooled fund, or broad distribution pooled fund) is indicated in the description of each strategy. 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. Composite net of fees performance was calculated by reducing the gross of fees return by the maximum annual management fee of 0.55% applied monthly effective October 1, 2017. Prior to October 1, 2017, composite net of fees performance was calculated by reducing the gross of fees return by the maximum 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. Please note that the maximum annual management fee for the respective period may differ from the actual investment advisory fees incurred by clients.

The annual composite dispersion presented is a gross of fees 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 investments, calculating performance, and preparing GIPS Reports are available upon request.



Factsheet — June 30, 2022

## SGA U.S. Large Cap Equity

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

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