

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. small cap stocks, as measured by the Russell 2000 Index, returned -17.20% in the second quarter. In this environment, the U.S. Small Cap Equity strategy outperformed the benchmark.

The SGA Alpha Model had positive performance for the quarter among U.S. small cap equities. The Valuation category was the largest contributor, led by its underlying Residual Income Model and Free Cashflow Yield factors. The Sentiment category was also positive while the Growth and Quality categories had roughly neutral contributions.

From a sector perspective the outperformance was driven by positive stock selection. Stock selection was strongest in Health Care, Industrials, and Communication Services. In Health Care, performance was led by over-the-counter drug provider Prestige Consumer Health, biotechnology firm Halozyme Therapeutics, diagnostic equipment maker Natus Medical, and workforce solutions provider AMN Healthcare. Halozyme provided a strong outlook, Natus Medical rallied after agreeing to be acquired by a competitor, and AMN Healthcare benefitted from the nursing labor shortage. Positive selection in Industrials was broad-based, led by machinery manufacturer Hillenbrand. Several positions within the Trading Companies & Distributors Industry also contributed as supply chain disruptions and high commodity prices boosted their margins: Rush Enterprises, Boise Cascade GMS Inc, and BlueLinx. Within Communications Services, not owning meme stock AMC Entertainment was the largest contributor to relative returns.

The positive selection was partially offset by weaker selection in Consumer Staples and Financials. Within Consumer Staples, Darling Ingredients, which recycles used cooking oil and animal byproducts, contributed to the weak selection. Darling had been expected to benefit from renewable diesel subsidies in the stalled Build Back Better bill. In Financials, not owning any Property & Casualty Insurance companies, which significantly outperformed in a rising rate environment, detracted despite the subindustry's modest benchmark weight.

### Inception to Date – Annual Composite Performance

	2019	2020	2021	2022 YTD
<b>U.S. Small Cap Equity (Gross) %</b>	21.81	11.47	32.38	-18.16
<b>U.S. Small Cap Equity (Net)* %</b>	21.02	10.72	31.47	-18.44
<b>Russell 2000 Index (Gross) %</b>	25.52	19.96	14.82	-23.43
<b>SGA Relative (Gross) %</b>	-3.71	-8.49	17.56	5.27

\*Net of fees performance was calculated using the highest applicable annual management fee of 0.70% applied monthly effective April 1, 2021. Prior to April 1, 2021, net of fees performance was calculated using the highest applicable annual management fee of 0.67% applied monthly; actual investment advisory fees incurred by clients may vary.

The inception of the strategy was December 31, 2018.

PERFORMANCE STATISTICS	SGA U.S. SMALL CAP EQUITY	RUSSELL 2000 GROSS	PORTFOLIO CHARACTERISTICS	SGA U.S. SMALL CAP EQUITY	RUSSELL 2000 GROSS
Standard Deviation	22.00%	24.04%	Number of Stocks	166	1,991
Upside Market Capture	99.14%	100%	Price/Earnings (1-Year Forecast)	8.6x	11.2x
Downside Market Capture	92.14%	100%	Price/Book	1.7x	1.8x
Information Ratio	0.66	--	Weighted Average Market Cap	\$2.7B	\$2.6B
			Median Market Cap	\$2.3B	\$2.4B
			Estimated Annual Turnover	40-60%	--

Performance statistics are calculated since inception of the strategy, December 31, 2018, through June 30, 2022 based on gross of fees returns. The data listed is supplemental to the 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. SMALL CAP EQUITY (%)	RUSSELL 2000 GROSS (%)
Communication Services	3.21	2.85
Consumer Discretionary	10.04	9.89
Consumer Staples	4.36	3.77
Energy	6.98	5.58
Financials	15.16	17.16
Health Care	18.38	16.83
Industrials	15.55	14.82
Information Technology	14.20	13.99
Materials	3.88	4.20
Real Estate	6.19	7.35
Utilities	1.44	3.56
Cash	0.60	0.00

TOP 10 HOLDINGS*	SGA U.S. SMALL CAP EQUITY (%)	RUSSELL 2000 GROSS (%)
BOX INC	1.94	0.14
MEDPACE HLDGS INC	1.73	0.18
OSI SYS INC	1.69	0.06
HILLENBRAND INC	1.67	0.13
EMCOR GROUP INC	1.66	0.23
PRESTIGE CONSUMER	1.50	0.13
APPLE HOSPITALITY REIT	1.46	0.14
GREIF INC.	1.45	0.09
BROOKFIELD	1.44	0.18
PDC ENERGY INC	1.42	0.00
<b>Top 10 Holdings</b>	<b>15.96</b>	<b>1.28</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. Small 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 2000 Index (Gross) is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of small capitalization U.S. securities.

Investors should consider all factors, including investment objectives, fee charges, other expenses and risks carefully before investing in this product. SGA products may have a negative return in a variety of markets whether rising or falling. 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. SMALL 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 2000 INDEX (GROSS)	COMPOSITE DISPERSION	COMPOSITE GROSS	RUSSELL 2000 INDEX (GROSS)
2021	4,365	<1	1	100%	32.38%	31.47%	14.82%	N/A	22.00%	23.68%
2020	5,045	<1	1	100%	11.47%	10.72%	19.96%	N/A	N/A	N/A
2019	5,139	<1	1	100%	21.81%	21.02%	25.52%	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.

\*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. Small Cap Equity Composite includes all discretionary, equity only accounts whose primary investment objective is growth, and secondarily yield, and are invested in U.S. small cap securities. This composite does not have a minimum account size. Key material risk exists in investing small-capitalization companies as these companies may be more vulnerable to adverse business or economic events than larger, more established companies. For comparison purposes, the composite is compared to Russell 2000 Gross Index, which includes U.S. small cap companies. The U.S. Small Cap Equity Composite was created December 1, 2018 with a performance inception date of December 31, 2018.

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. The verification report(s) is/are available upon request.

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. Verification does not provide assurance on the accuracy of any specific performance report.

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. Composite net of fees performance was calculated by reducing the gross of fees return by the maximum annual management fee of 0.70% applied monthly. Prior to April 1, 2021, composite net of fees performance was calculated by reducing the gross of fees return by the maximum annual management fee of 0.67% applied monthly.

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.

Past performance is not indicative of future results.

Maximum annual management fee is 0.70%; actual investment advisory fees incurred by clients may vary.

GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.