

SGA U.S. Small Cap Equity

U.S. small cap stocks delivered negative returns in the third quarter, with investors reducing risk, as the ongoing Ukraine conflict, rising inflation and interest rates, and expectations of an economic slowdown weighed on market sentiment. In this environment, U.S. small cap stocks, as measured by the Russell 2000 Index, returned -2.19% in the third quarter, and the U.S. Small Cap Equity strategy underperformed the benchmark.

The SGA Alpha Model had negative performance for the quarter among U.S. small cap equities. Within the Model, the underperformance was driven by the Valuation and Quality categories, partially offset by the Growth categories contribution. The Sentiment category had a roughly neutral impact. The Model's performance during the quarter exhibited a notable reversal in leadership as the Valuation category had been by far the strongest performer in the first two quarters of the year, while the Growth category underperformed during that period.

From a sector perspective, the underperformance was driven by negative stock selection, partially offset by modestly positive sector allocation. Selection was weakest in Energy, Materials, Consumer Discretionary, and especially Health Care. In Health Care, several biotechnology and pharmaceuticals companies were significant detractors including Eagle Pharmaceuticals, Prestige Consumer Healthcare, SIGA Technologies and Alkermes. Eagle Pharmaceuticals, the largest detractor in Health Care, reported a large earnings and revenue miss relative to expectations and made significant acquisition of a clinical-stage privately held biopharmaceutical company.

The negative selection in Materials primarily came within the Chemicals industry where commodity chemicals maker Trinseo Public provided a softer than expected outlook, causing the stock to sell off despite the largest shareholder becoming an activist. In Energy, oil and gas producer PDC Energy reported disappointing quarterly production and earnings, while raising capital expenditure guidance due to cost inflation. The top detractor in Consumer Discretionary was timeshare company Bluegreen Vacations which underperformed due to concerns of rising interest rates, consumer credit, and a weakening economy.

Inception to Date – Annual Composite Performance

	2019	2020	2021	2022 YTD
U.S. Small Cap Equity (Gross) %	21.81	11.47	32.38	-21.57
U.S. Small Cap Equity (Net)* %	21.02	10.72	31.47	-21.98
Russell 2000 Index (Gross) %	25.52	19.96	14.82	-25.10
SGA Relative (Gross) %	-3.71	-8.49	17.56	3.53

*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 (Gross)	SGA U.S. SMALL CAP EQUITY (Net)	PORTFOLIO CHARACTERISTICS	SGA U.S. SMALL CAP EQUITY	RUSSELL 2000 GROSS
Standard Deviation	22.49%	22.48%	Number of Stocks	167	1,970
Upside Market	98.79%	97.19%	Price/Earnings (1-Year Forecast)	7.8x	10.5x
Downside Market Capture	94.04%	94.60%	Price/Book	1.7x	1.7x
Information Ratio	0.47	0.33	Weighted Average Market Cap	\$2.6B	\$2.6B
			Median Market Cap	\$2.3B	\$2.3B
			Estimated Annual Turnover	40-60%	--

Performance statistics are calculated since inception of the strategy, December 31, 2018, through September 30, 2022 based on gross and net of fees returns, as specified. 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 September 30, 2022.

SGA U.S. Small Cap Equity

SECTOR WEIGHTS*	SGA U.S. SMALL CAP EQUITY (%)	RUSSELL 2000 GROSS (%)
Communication Services	2.80	2.47
Consumer Discretionary	9.82	10.15
Consumer Staples	3.83	3.45
Energy	6.36	6.15
Financials	15.88	17.26
Health Care	19.42	18.79
Industrials	16.45	14.57
Information Technology	14.67	13.30
Materials	3.92	4.08
Real Estate	4.84	6.36
Utilities	1.44	3.41
Cash	0.56	0.00

TOP 10 HOLDINGS*	SGA U.S. SMALL CAP EQUITY (%)	RUSSELL 2000 GROSS (%)
BOX INC CL A CL A	1.96	0.16
EMCOR GROUP INC COM	1.94	0.26
MEDPACE HLDGS INC	1.89	0.18
HILLENBRAND INC COM	1.56	0.12
OSI SYS INC COM	1.49	0.05
BOISE CASCADE CO COM	1.46	0.11
GREIF INC.	1.45	0.09
BROOKFIELD	1.44	0.18
PRESTIGE CONSUMER	1.33	0.11
HALOZYME	1.31	0.25
Top 10 Holdings	15.83	1.51

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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.

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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 consists of 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, 2021. The verification report(s) is/are available upon request.

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SGA is an independently registered investment advisor. Registration does not imply any level of skill or training. 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 effective April 1, 2021. 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.

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