Richard Bernstein Advisors

Richard Bernstein Advisors LLC (“RBA” or the “Firm”) is an investment manager focusing on long-only, global equity and asset allocation investment strategies. The Firm manages over $9.3 billion (as of 6/30/2019) and is unique in its “top-down” research approach versus the traditional “bottom up” style of most asset management firms.

Global Equity ETF Strategy Investment Process

Richard Bernstein Advisors employs a macro-driven, top-down style to construct a global equity portfolio. The investment team uses quantitative indicators and the firm’s macro-economic analysis to invest in global equity market segments at different times. Market segments chosen for emphasis or de-emphasis may vary from general market consensus views and the strategy may at times seek to identify areas where there is scarcity of capital and/or potentially overlooked investment opportunities. Leading exposures will vary among growth and value; small, mid and large cap; U.S. and non-U.S., and developed and emerging markets, based on RBA’s assessment of a range of proprietary and nonproprietary quantitative indicators and the firm’s macro-economic analysis and judgment.

Equity Allocation Guidelines

➔ Equity allocation and implementation decisions are made by the investment committee led by Richard Bernstein. Exposures among asset classes will be based on the team’s assessment of proprietary and non-proprietary quantitative indicators, and the firm’s macro-economic analysis. After assessing numerous models and indicators, the final allocation decisions are made by the team.

➔ After determining the optimal equity allocation mix, RBA selects the ETFs that fit the targeted segments that historically have had the most compelling characteristics given the macroeconomic analysis. Those characteristics are likely to differ depending on RBA’s assessment of the global economic and profit environments.

➔ Over time, and under normal market conditions, the portfolio should consistently be invested in a mix of equity market segments to pursue our objective.

➔ Equally Allocation guidelines: Equity allocation: 70% to 100%; Cash: 0% to 30%. Benchmark is: MSCI ACWI Index. Country/Region specific guardrails are +/- 50% relative and sector specific guardrails are +/- 35% relative.

Portfolio Selection

➔ The strategy has the ability to invest in any global equity segment - essentially a “go anywhere” equity strategy and can invest in any sector, market cap, style or country/region. Individual ETF selection to implement the equity allocation decisions will be based on quantitative screening, risk-analysis and qualitative review.

➔ Annual turnover is typically expected to be less than 50%, except in cases of unusual economic or market volatility, which could increase turnover.

Asset Allocation (%)

<table>
<thead>
<tr>
<th>U.S. Equities</th>
<th>Non-U.S. Equities</th>
<th>Cash</th>
</tr>
</thead>
<tbody>
<tr>
<td>61.6</td>
<td>36.6</td>
<td>1.9</td>
</tr>
</tbody>
</table>

Top 10 ETF Holdings (%)

- Health Care Select Sector SPDR Fund: 20.8%
- iShares Global Consumer Staples ETF: 14.4%
- iShares Edge MSCI International Quality Factor ETF: 13.8%
- iShares Edge MSCI USA Quality Factor ETF: 11.9%
- iShares MSCI China ETF: 9.6%
- Utilities Select Sector SPDR Fund: 4.9%
- Vanguard FTSE Europe ETF: 4.8%
- Industrial Select Sector SPDR Fund: 4.1%
- Consumer Discretionary Sector Select Sector SPDR Fund: 4.1%
- Real Estate Select Sector SPDR Fund: 3.9%

Hypothetical/Model Performance Calendar Year Return (%)

<table>
<thead>
<tr>
<th>Year</th>
<th>Mgr(Gross)</th>
<th>Mgr(Net)</th>
<th>Style Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019</td>
<td>14.49</td>
<td>14.27</td>
<td>16.23</td>
</tr>
<tr>
<td>2018</td>
<td>-11.74</td>
<td>-12.09</td>
<td>-9.41</td>
</tr>
<tr>
<td>2017</td>
<td>22.30</td>
<td>21.82</td>
<td>23.97</td>
</tr>
<tr>
<td>2016</td>
<td>14.25</td>
<td>13.80</td>
<td>7.98</td>
</tr>
<tr>
<td>2015</td>
<td>-0.71</td>
<td>-1.11</td>
<td>-2.36</td>
</tr>
<tr>
<td>2014</td>
<td>4.95</td>
<td>4.53</td>
<td>4.16</td>
</tr>
<tr>
<td>2013</td>
<td>29.02</td>
<td>28.52</td>
<td>22.80</td>
</tr>
<tr>
<td>2012</td>
<td>16.88</td>
<td>16.42</td>
<td>16.13</td>
</tr>
<tr>
<td>2011</td>
<td>-4.28</td>
<td>-4.66</td>
<td>-7.35</td>
</tr>
</tbody>
</table>

For investment minimums, please contact your financial advisor.

Model performance information included in this Profile is as of current quarter-end and subject to change. Prior period returns may have been restated to conform to this presentation. All other information is as of the most recent quarter end. See disclosure at the end of the Profile for further information.

Past performance is no guarantee of future results.
IMPORTANT DISCLOSURE

The performance was calculated by Richard Bernstein Advisors LLC (the “Adviser”) for the Richard Bernstein Advisors Global Equity ETF Strategy (“model”) as described below. The Adviser provides the model or a substantially similar model to various platform sponsors which, as of June 30, 2019, have over 2,266 accounts and approximately $559.1 million invested based on the model. The performance shown above is based on the specific recommendations provided by the Adviser and not on the performance of any individual advisory account. The model’s asset allocation recommendations are subject to guideline allocation limitations at the major asset class level (i.e., equity, fixed income and cash) that may change over time. The Adviser believes that the sponsors generally implement its recommendations as provided, but sponsors have discretion to implement the model differently.

The Adviser has calculated model portfolio performance from August 1, 2010. During the period from August 1, 2010 through March 31, 2013, the Adviser provided asset allocation recommendations for each sub-asset class to a platform sponsor, which then selected exchange-traded funds ("ETFs") with the assistance of the Adviser by mapping each sub-asset class recommendation to a specific ETF. For the period after March 31, 2013, the model portfolio performance reflects the Adviser’s asset allocation recommendations for each sub-asset class and its actual ETF recommendations in real time. As the portfolio is a model, it does not reflect any investor’s actual experience and investors may have achieved greater or lesser returns than the model portfolio. The model performance shown does not reflect any material market or economic factors that may have affected the performance of the model portfolio if the Adviser had actually been managing the portfolio during the relevant time periods. Investors should not rely on the model performance since it does not reflect the actual management of assets.

Results are shown on a "gross" and “net” basis. Gross hypothetical/model portfolio performance is before deduction of any investment management or other fees. Net hypothetical/model portfolio performance is shown net of annual advisory fee of 0.40%, the highest fee charged by the Adviser. Gross and net hypothetical/model portfolio performance does not reflect the deduction of other fees or expenses, including brokerage fees, custodial fees and fees and expenses of mutual funds or ETFs. Returns reflect implementation of asset allocation changes and the market price of ETFs as if the market were closed, and the reinvestment of dividends and interest on cash balances. Taxes have not been deducted. Actual performance of client portfolios may differ materially due to a variety of reasons, including but not limited to, the timing of cash deposits and withdrawals, reinvestment of dividends, length of time positions are held, discretionary trading in the account, and client restrictions. The investment advisory fee schedule of the Adviser is described in its Part 2 of the Form ADV.

The benchmark has been constructed using the indices identified above. The indices were chosen as they represent the broad-based markets in the international equity, U.S. Fixed Income and Money Market asset classes. The index weightings percentages are based on a long-term "neutral" allocation to each index determined by the Adviser. Benchmark index results shown are not reduced by fees as an index is unmanaged. Further, securities contained in an index will vary from those in the model portfolio and actual managed accounts. Indices are shown for convenience purposes only and are not available for direct investment.

Any investment is subject to risk. ETFs are subject to risks similar to those of stocks, such as market risk, and investors who have their funds invested in accordance with the model portfolio may experience losses. Additionally, fixed income (bond) ETFs are subject to interest rate risk, which is the risk that debt securities in a portfolio will decline in value because of increases in market interest rates. Foreign investments may be subject to greater risk than domestic investments.

Index and portfolio data herein have been supplied by outside sources, including, Richard Bernstein Advisors LLC, and are believed to be reliable as of the date indicated. The source for ETF returns is Bloomberg.

About Risk:

Any investment is subject to risk. ETFs are subject to risks similar to those of stocks, such as market risk, and investors who have their funds invested in accordance with the model portfolio may experience losses. Additionally, fixed income (bond) ETFs are subject to interest rate risk, which is the risk that debt securities in a portfolio will decline in value because of increases in market interest rates. Foreign investments may be subject to greater risk than domestic investments.

Index and portfolio data herein have been supplied by outside sources, including, Richard Bernstein Advisors LLC, and are believed to be reliable as of the date indicated. The source for ETF returns is Bloomberg.

Risk/Return Analysis July 1, 2014 - June 30, 2019

Annualized Model Performance (%) Ended June 30, 2019

Q2 2019 | YTD | 1 Year | 3 Years | 5 Years | Since Inception
---|---|---|---|---|---
RBA (Gross) | 2.17 | 14.49 | 0.68 | 11.68 | 6.86 | 10.50
RBA (Net) | 2.07 | 14.27 | 0.28 | 11.23 | 6.43 | 10.06
Style Index | 3.61 | 16.23 | 5.74 | 11.62 | 6.16 | 9.10

Inception Date: 08/01/2010. Style Index: MSCI ACWI Index.

Annualized Return (%) | Standard Deviation | Sharpe Ratio
---|---|---
RBA (Gross) | 6.86 | 12.75 | 0.47
RBA (Net) | 6.44 | 12.75 | 0.44
Style Index | 6.16 | 11.79 | 0.45

Q2-2019