CONSERVATIVE

Richard Bernstein Advisors

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Richard Bernstein Advisors
Global Conservative ETF Strategy

Richard Bernstein Advisors

Richard Bernstein Advisors LLC ("RBA") is an investment manager focusing on long-only, global equity and asset allocation investment strategies. The Firm manages $10.5 billion (as of 9/30/2020) and is unique in its "top-down" research approach versus the traditional "bottom up" style of most asset management firms.

Global Conservative ETF Strategy Investment Process

Richard Bernstein Advisors employs a macro-driven, top-down style to construct a global tactical asset allocation portfolio. The investment team uses quantitative indicators and the firm's macro-economic analysis to recommend global equity and fixed income asset classes and several sub-asset classes and sectors using only US listed ETFs. Typical factors and indicators include: global valuations; global yield curves; asset class, regional, and country correlations; profit cycle analyses, and style and sector rotation; earnings analysis; investor sentiment and other factors.

Asset Allocation Guidelines

- Asset allocation and implementation recommendations are made by the investment committee led by Richard Bernstein. Exposure recommendations 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 recommendations are made by the team.
- Structural asset correlations are an integral part of RBA's diversification strategy. These tend to be longer term in nature, and thus less affected by short-term market volatility and fluctuations. RBA also seeks to balance portfolio risk with investment themes and opportunities potentially not yet fully recognized by the market.
- Shorter-term tactical strategies, 12 - 18 months, are formulated within the framework of the firm's core concepts of long-term asset allocation. The team makes tactical allocations based on market mispricings relative to changes in the global economy, geopolitics and corporate profits. The strategic allocation is based on a long-term neutral policy of 20% equity, 75% fixed-income and 5% cash.
- Asset allocation recommendation guidelines: Equity allocation: 10% to 30%; Fixed-income allocation: 65% to 85%; Alternatives, commodities-related, currencies, cash: 0% to 15%. Benchmark is: 20% MSCI ACWI Index, 75% Bloomberg Barclays U.S. Aggregate Bond Index, 5% Bloomberg Barclays1-3 month US T-Bill.

Portfolio Selection

- The strategy has the ability to recommend any global asset class - essentially a "go anywhere" strategy and can invest in any sector, market cap, duration, credit, style or country/region. Individual ETF recommendations to implement the asset allocation strategy 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.

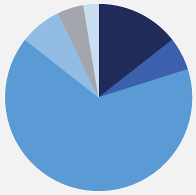
For investment minimums, please contact your financial advisor.

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.

Q3-2020

Asset Allocation (%)



U.S. Equities	14.4
Non-U.S. Equities	5.7
U.S. Fixed Income	65.4
Non-U.S. Fixed Income	7.3
Cash	4.5
Commodity	2.6

Top 10 ETF Holdings (%)

First Trust Low Duration Opportunities ETF	15.8
Invesco National AMT-Free Municipal Bond ETF	15.6
iShares 1-5 Year Investment Grade Corporate Bond ETF	13.3
iShares 5-10 Year Investment Grade Corporate Bond ETF	12.6
iShares 3-7 Year Treasury Bond ETF	9.0
iShares 1-3 Year Treasury Bond ETF	9.0
iShares MSCI USA Quality Factor ETF	4.7
Schwab US Large-Cap ETF	3.8
iShares MSCI International Quality Factor ETF	3.1
SPDR Gold MiniShares Trust	2.6

Equity Sector Weights (%)

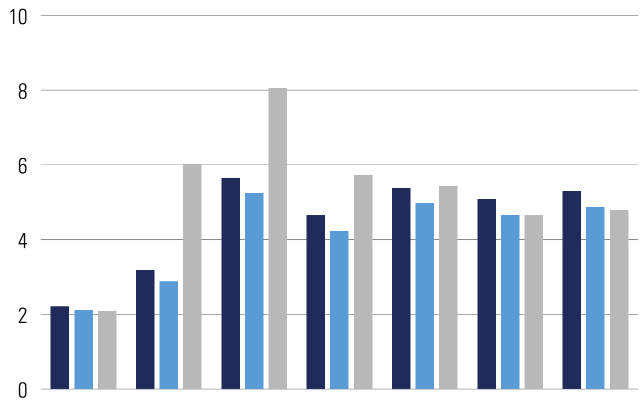
Sector	Portfolio Weight	Equity Portion of Benchmark
Communication Services	5.4	9.3
Consumer Discretionary	7.1	12.9
Consumer Staples	14.4	8.1
Energy	4.9	2.8
Financials	6.9	12.5
Health Care	17.2	12.6
Industrials	12.3	9.6
Information Technology	13.3	21.6
Materials	14.7	4.8
Real Estate	2.0	2.8
Utilities	1.8	3.1

Hypothetical/Model Performance Calendar Year Return (%)

Year	Mgr (Gross)	Mgr (Net)	Style Index
2020 (YTD)	3.19	2.88	6.02
2019	9.69	9.26	11.86
2018	-0.88	-1.28	-1.72
2017	7.68	7.26	7.24
2016	5.73	5.31	3.71
2015	0.01	-0.39	0.10
2014	5.96	5.53	5.38
2013	5.80	5.38	2.70
2012	6.96	6.54	6.45
2011	8.48	8.05	4.67

Style Index: 20% MSCI ACWI Index, 75% Bloomberg Barclays U.S. Aggregate Bond Index, 5% Bloomberg Barclays 1-3 month US T-Bill.

Annualized Model Performance (%) Ended September 30, 2020

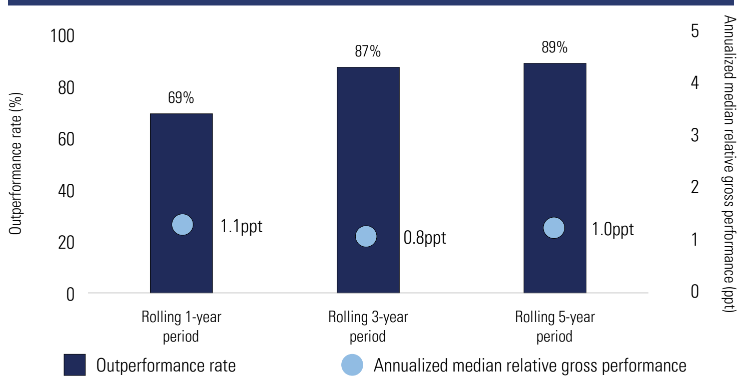


	Q3 2020	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
RBA (Gross)	2.22	3.19	5.66	4.65	5.39	5.08	5.29
RBA (Net)	2.12	2.88	5.24	4.24	4.97	4.66	4.87
Style Index	2.09	6.02	8.05	5.74	5.45	4.65	4.80

Risk/Return Analysis October 2015 - September 2020

	Annualized Return (%)	Standard Deviation	Sharpe Ratio
RBA (Gross)	5.39	3.81	1.08
RBA (Net)	4.97	3.82	0.98
Style Index	5.45	3.67	1.15

Historical Probability of Model Outperforming Style Index August 2010 - September 2020



Inception Date: 08/01/2010. Style Index: 20% MSCI ACWI Index, 75% Bloomberg Barclays U.S. Aggregate Bond Index, 5% Bloomberg Barclays 1-3 month US T-Bill.