

MODEL PORTFOLIO – SUMMARY AS OF JANUARY 31, 2020

# STRATEGIC GROWTH STRATEGY (SGS)

SGS seeks to outperform the S&P 500 over a full market cycle by combining lower volatility than the index. The strategy combines top-down macro analysis with technical signals and bottom-up fundamental research to build a diversified portfolio that is both opportunistic and defensive. Technical analysis identifies optimal entry/exit points, macro analysis informs factor tilts, and rigorous fundamental due diligence ensures the security level. A strict sell discipline protects capital in the long term.

## Top Ten Holdings

### Investment Team

Name	Year	Credentials
Jeffrey Whalen Portfolio Manager	2010	CMT
Bob Sheehan Assoc. Portfolio Mgr	2015	CFA, CMT
Adam Betancourt Assoc. Portfolio Mgr	2015	CFA
Kevin Dawson Analyst	2017	--

## Top Ten Holdings

Security	% Port
Microsoft Corporation	8.16
Apple Inc.	7.66
Amazon.com, Inc.	6.04
Mastercard Inc. Class A	4.43
Alphabet Inc. Class C	4.16
salesforce.com, inc.	3.95
Danaher Corporation	3.92
Home Depot, Inc.	3.65
Facebook, Inc. Class A	3.33
Zoetis, Inc. Class A	3.25

## Portfolio Characteristics

Metric	Portfolio	S&P 500
Weighted Avg Mkt Cap (\$MN)	\$437,979	\$312,851
Weighted Median Mkt Cap (\$MN)	\$161,527	\$128,670
# of Securities	39	505
Dividend Yield	0.92	1.81
Price/Earnings	29.5	22.5
Price/Book	6.8	3.5
Hist 3Yr Sales Growth	16.7	9.7
Hist 3Yr EPS Growth	23.3	17.5

### Sector Analysis

## Asset Allocation

Sector	Portfolio	S&P 500
Communication Services	10.49%	10.47%
Consumer Discretionary	17.39%	9.82%
Consumer Staples	7.04%	7.23%
Energy	0.66%	3.87%
Financials	3.03%	12.60%
Health Care	13.60%	13.79%
Industrials	7.65%	9.02%
Information Technology	38.67%	24.19%
Materials	1.48%	2.49%
Real Estate	--	2.97%
Utilities	--	3.55%

Region	# Sec	Weight
U.S. Large Cap	29	77.71%
U.S. Mid Cap	6	11.43%
International Developed	3	5.42%
Emerging Markets	1	1.45%

Source: Model portfolio was constructed by the Chief Investment Office for Bank of America. Index data is provided by FactSet as of January 2020. Portfolio characteristics and holdings are subject to change periodically and may not be representative of the model's current characteristics and holdings. The Strategy may underperform its benchmark. There can be no assurance that the strategy will outperform its benchmark. Gross performance results are presented before the deduction of investment advisory fees, custodial fees, and trading commissions. Investing involves risks. There is always the potential of losing money when you invest in securities.

MODEL PORTFOLIO – PERFORMANCE &amp; STATISTICS AS OF JANUARY 31, 2020

# STRATEGIC GROWTH STRATEGY (SGS)

## Performance

	Inception	Jan-20	4Q 2019	YTD	1 Year	3 Year	5 Year	FY'19	ITD
SGS	01/01/09	3.20%	9.65%	3.20%	31.40%	21.73%	15.21%	38.58%	16.93%
S&P 500		-0.04%	9.07%	-0.04%	21.68%	14.54%	12.37%	31.49%	14.55%

## Risk Statistics (02/2017 - 01/2020)

	Ann. Return	Ann. Std Dev	Beta	Ann. Alpha	Sharpe	R-Square
SGS	21.73	13.01	1.06	5.32	1.54	93.18
S&P 500	14.54	11.95	1.00	0.00	1.08	100.00

## Capture & Risk-Adjusted Returns (02/2017 - 01/2020)

	Upside Capture %	Downside Capture %	Information Ratio	Sortino Ratio	Tracking Error
SGS	102.97	75.84	1.57	2.35	4.56
S&P 500	100.00	100.00	--	1.57	0.00

### KEY PERFORMANCE HIGHLIGHTS vs S&P 500 (3-Year Period)

- Annualized Outperformance: +719 basis points (21.73% vs 14.54%)
- Sortino Ratio: 2.35 vs 1.57 (50% higher risk-adjusted returns)
- Upside Capture: 103% (captured more than 100% of market gains)
- Downside Capture: 76% (protected capital in drawdowns)
- Sharpe Ratio: 1.54 vs 1.08 (43% higher)
- Alpha: +5.32% annualized vs benchmark

Source: Model portfolio data was constructed by the Chief Investment Office (CIO) for Bank of America. Index data is provided by FactSet as of January 2020. The investment returns presented for the Strategic Growth Strategy - Model Portfolio are simulated; presented gross of Bank of America's Investment Management & Trust fees, transaction costs, and tax withholdings; and do not represent actual trading of client accounts. Past performance is no guarantee of future results. Investing involves risks. There is always the potential of losing money when you invest in securities.