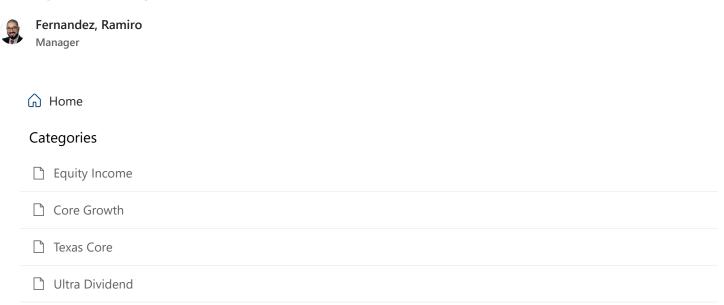
## Several Equity Income Trades: ILPT, MSFT, IPG, TSLA, NLY, PANW, and MA



Equity Income reduced exposure to large cap tech and ad revenue by trimming Microsoft (MSFT) to 4.1%, eliminating its position in Industrial Logistics Properties Trust (ILPT), and reducing Interpublic Group (IPG) to 1.0%. These sales were balanced with increasing the portfolio's position in Palo Alto Networks (PANW) and Mastercard (MA) by 1.0% and 1.2%, respectively. The portfolio also established positions in Annaly Capital Management (NLY) and Tesla (TSLA), each at a 1.0% weight. Cash position dropped 30bps to 5.0%.

Increasing positions in PANW and MA offset the MSFT trim within the Information Technology Sector and adds further diversification, while the purchase of NLY cures the portfolio's underweight positioning in Financials. Similarly, TSLA reduces the portfolio's underweight positing in Consumer Discretionary and also reduces the portfolios tracking error to the S&P 500; TSLA has been the portfolios top contributor to active risk for some time, accounting for approximately 17% of portfolio active risk before the trade.