

DEARBORN PARTNERS

Dearborn Partners Multi-Asset SMA

PORTFOLIO STRATEGY

The Dearborn Multi-Asset portfolio seeks to provide attractive current income with the potential for growth in income over the long term. Diversified across various asset classes, the portfolio maintains a "go-anywhere" asset allocation, allocating capital to investments from which we expect the greatest potential return. We attempt to find the best suitable mix of equities and fixed income while keeping our risk profile appropriate for moderate income and growth investors. While we can "go anywhere" with our investments, we view the portfolio as a higher yielding alternative to a traditional 60/40 (60% stock / 40% bond) portfolio. Our over-arching strategy is to anchor the Multi-Asset SMA (separately managed account) in equities offering attractive current yields, many of which also offer dividend growth potential.

INVESTMENT PHILOSOPHY - OVERALL

Focus on generating above-average current income, emphasizing growth of income primarily through stocks of companies with dividend growth potential, and a go-anywhere asset allocation while still targeting a relatively low turnover rate.

ASSET ALLOCATION

The Dearborn Partners Multi-Asset SMA is benchmarked to a 60% equity and 40% fixed income blended index. (60% S&P 500 and 40% Intermediate 5-10 year Corporate Investment Grade Credit Index).

Traditional Rising Dividend Equities	55.5%
Non-Rising Dividend Equities (BDC, Midstream)	13.5%
Fixed Income - Government (Treasury, Mortgages)	2.1%
Fixed Income - Corporate	13.7%
Fixed Income - Preferred	6.9%
Fixed Income - Higher Yielding (High Yield, Bank Loans)	3.2%
Cash	5.1%

CHARACTERISTICS*

Avg. Portfolio Yield	3.1%
Traditional Rising Dividend Equities Yield	2.2%
Non-Rising Dividend Equities (BDC, Midstream) Yield	5.8%
Fixed Income - Government (Treasury, Mortgage) Yield	2.1%
Fixed Income - Corporate Yield	4.6%
Fixed Income - Preferred Yield	3.5%
Fixed Income - Higher Yielding (High Yield, Bank Loan) Yield	3.2%
Overall Portfolio Duration (Yr)	1.6
Fixed Income Duration (Yr)	6.1
Beta (vs. S&P 500)	0.73

*Please see definitions on page 2

RETURNS(%)

	QTD [^]	YTD [^]	1 Year*	3 Year*	Inception*
Multi-Asset (Pure Gross)	-4.5%	-4.5%	8.2%	6.9%	7.4%
Multi-Asset (Net)	-4.8%	-4.8%	7.0%	5.7%	6.4%
Blended Index	-4.9%	-4.9%	7.7%	12.3%	10.3%
Bloomberg Barclay's Int. Credit Index	-5.5%	-5.5%	-3.7%	2.2%	2.1%
S&P 500 Index	-4.6%	-4.6%	15.7%	18.9%	16.0%

*Average annualized return
^Periodic returns

PORTFOLIO CHARACTERISTICS

- ▶ Traditional Equity
 - Focus on great businesses with strong financial characteristics especially those possessing rising dividend potential
- ▶ Traditional Fixed Income
 - Utilize multiple fixed income asset classes to manage overall portfolio risk to that appropriate for moderate income and growth investors
- ▶ Midstream Companies[^]
 - Focus on top-quality midstream pipeline companies—cash flow depends on volume rather than price of the underlying commodity moving through the pipeline
- ▶ Business Development Companies (BDCs)
 - BDCs hold portfolios of business loans, generally 3 to 5-year terms with floating rates, made to U.S.-based, small and middle-market companies
 - Highly selective quantitative and qualitative analysis of BDC managements and portfolios

TOP TEN HOLDINGS

Vanguard Interm. Term Corp. Bond Fd ETF	5.70%	Sixth Street Specialty Lending	3.50%
Principal Spectrum Preferred Sec Active ETF	5.60%	Invesco Fundamental HY Corp Bond ETF	3.20%
iShares Barclays Int Cr Bond Fund ETF	5.60%	Watsco, Inc.	3.10%
Money Market Fund	4.90%	Oneok Inc	2.90%
Main Street Capital Corp	4.50%	PayChex Inc	2.80%

PORTFOLIO OVERVIEW

The Dearborn Multi-Asset SMA has the unique ability to change its stock and bond mix (asset allocation) instead of following a predefined asset allocation. Over the long term, we think the ability to change asset allocation can be valuable as we allocate capital to investments from which we expect the greatest return. We manage the portfolio from a very businesslike perspective. We view stock ownership as equity ownership in a business. We seek out what we consider great businesses—businesses with durable competitive advantages—such as brands, switching costs, networks, or scale. As such, we maintain a long-term outlook, at least 3 to 5 years, and invest in companies that are attractive relative to our estimate of their intrinsic values. We fully understand that prevailing economic, market, and other circumstances may have varying effects on businesses in different areas. This strategy diversifies across various asset classes – dividend-paying stocks, investment grade fixed income, high yield fixed income, mortgage-backed fixed income, preferreds, midstream pipeline companies, Business Development Companies, and Real Estate Investment Trusts.

We are both pleased and grateful that as of March 31, 2022, our Multi-Asset strategy now manages over \$150 million in strategic assets.

Time Period	Composite TWR - Pure Gross**	Composite TWR - Net	Blended Index**	Standard Dispersion	3-Yr Ann Deviation Composite	3-Yr Ann Deviation Blended Index**	Portfolios in Composite	End of Period Composite Assets (\$ thousands)	End of Quarter Total Assets (\$ thousands)	Strategic MVAL	Non-Bundled Assets	End of Period Strategy Assets (\$thousands)*	Pct of Composite \$ in Bundled-Fee	End of Period Total Firm GIPS Assets (\$ millions)
4 Qtr 17	4.27	4.05	3.54	N/A	N/A	N/A	4	\$2,245	\$2,245,319	\$11,737,481	\$2,245,319	\$11,737	0%	\$2,057
2018	-1.94	-2.65	-2.77	N/A	N/A	N/A	4	\$1,249	\$1,249,444	\$33,092,704	\$1,249,444	\$33,093	0%	\$2,296
2019	22.81	21.75	21.9	0.02	N/A	N/A	34	\$15,660	\$15,660,365	\$115,286,475	\$1,640,106	\$115,286	90%	\$3,102
2020	4.12	2.93	14.46	0.26	14.41	11.96	42	\$19,463	\$19,462,692	\$110,586,485	\$1,683,981	\$110,586	91%	\$3,387
2021	20.43	19.06	16.02	0.13	14.39	11.5	51	\$27,690	\$27,690,920	\$154,836,859	\$4,029,512	\$154,836	85%	\$4,046

INVESTMENT TEAM

Peter J. Deakos, CFA
Portfolio Manager, Rising Dividend Strategy
20+ years investment experience

Carol M. Lippman, CFA
Portfolio Manager, Rising Dividend Strategy
30+ years investment experience

Michael B. Andelman
Portfolio Manager, Rising Dividend Strategy
20+ years investment experience

Matthew Guttosch, CFA
Analyst, Rising Dividend Strategy
10+ years investment experience

Jonathan Woo, CFA
Analyst, Rising Dividend Strategy
10+ years investment experience

*This statistic is Supplemental Information.

Dispersion is calculated only for an entire year.

Portfolio Yield is the weighted average yield of the entire portfolio including cash holdings. Yield - Traditional Equity is the weighted average dividend yield of dividend stocks and REITs. Yield - Traditional Fixed Income is the weighted average yield of Investment Grade fixed income and preferred securities. In all fixed income securities, a yield to worst calculation is utilized. A yield to worst calculation assumes the lowest yield to maturity amongst callable fixed income and preferred securities. Yield - Higher Yielding Asset Classes is the weighted average yield of BDC, High Yield fixed income, and midstream pipeline companies. BDCs and midstream pipeline companies utilize a dividend yield. High yield fixed income utilizes a yield to worst. Portfolio Duration is a measure of the sensitivity of the price – the value of principal – of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. Turnover is the lesser of purchases or sales as a percentage of the average portfolio value of a representative portfolio in the composite, annualized.

The Multi-Asset Composite (the “Composite”) contains discretionary accounts with a minimum size of \$100,000 that Dearborn manages pursuant to the Dearborn Partners Multi-Asset SMA strategy (the “Strategy”), which is one of Dearborn’s Rising Dividend strategies. The Composite’s inception and creation date was September 30, 2017. For comparison purposes the Composite is measured against the Bloomberg Barclays U.S. 5-10 Year Corporate Bond Index and the S&P 500 Index. The Bloomberg Barclays U.S. 5-10 Year Corporate Bond Index measures the investment return of U.S. dollar denominated, investment-grade, fixed rate, taxable securities issued by industrial, utility, and financial companies with maturities between 5 and 10 years. Dearborn claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Dearborn has been independently verified for the periods April 1, 1997 through December 31, 2020. The verification reports are available on request. Verification assesses whether (1) Dearborn has complied with all the Composite construction requirements of the GIPS standards on a firm-wide basis and (2) Dearborn’s policies and procedures are designed to calculate and present performance in compliance with GIPS. Verification does not ensure the accuracy of any specific composite presentation. Dearborn maintains a complete list and description of composites, which is available upon request. Results are based on discretionary accounts under management, including those accounts no longer managed by Dearborn. The Standard Dispersion is an asset-weighted standard deviation calculated for the accounts that were in the Composite for an entire given year. Dearborn is an SEC-registered investment adviser. Registration does not imply a certain level of training or skill. The U.S. Dollar is the currency used to express performance. Returns are presented on a “pure gross” and net basis and include the reinvestment of all income. Pure gross returns do not reflect the deduction of any expenses, including trading costs, and are supplemental to net returns. Net of fee performance was calculated using actual fees, which includes wrap fees, management fees and trading commissions. The End of Period Strategy Asset includes the assets managed by model managers, and is supplemental to the assets in the composite. Dearborn’s policies for valuing investments, calculating performance and preparing compliant GIPS Reports are available on request. Past performance is no guarantee of future results. This report is not a complete description of or recommendation to invest in the Strategy. There is no assurance the Strategy will be profitable, achieve its objectives, be suitable for you, or not incur losses. Some of the information herein has been obtained from third party sources. We believe such information is reliable but we have not in each case verified its accuracy or completeness. Any opinions herein are as of the date of this report and are subject to change without notice. Dividends are not guaranteed and must be authorized by the company’s board of directors. Sector classifications are generally determined by referencing the Global Industry Classification Standard (GICS®). GICS was developed by and/or is the exclusive property of MSCI, Inc. and Standard & Poors Financial Services LLC (S&P). GICS is a service mark of MSCI and S&P and has been licensed for use by Dearborn Partners, LLC.