BALANCE STRATEGY

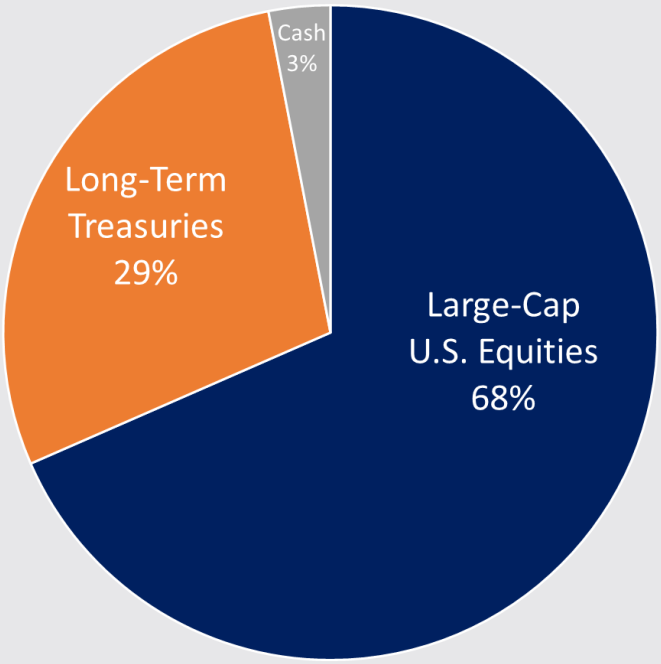
Passage Smart Balance *Q3 2021*

PASSAGE
Global Capital Management

Strategy

Passage Smart Balance offers a unique, systematic approach to balanced investing. The strategy always holds U.S. large or mid-cap equities and long-term Treasuries with allocation decisions being made by our proprietary quantitative model. Our systematic model combines equities and Treasuries in a smart way that we believe provides a more dynamic portfolio and better downside protection than traditional balanced strategies.

ASSET ALLOCATION



TOP HOLDINGS

Large-Cap U.S. Equities	68.45%
Long-Term Treasuries	28.51%

Objective

Passage Smart Balance seeks to provide capital appreciation with dampened volatility and limited drawdowns.

Strategy Statistics

Number of holdings

2

Strategy Benchmark

60% Morningstar US Mid-Large Cap TR USD/ 40% 20yr. Treasuries

Quantitative Investment Firm

Independent Investment Advisor founded in 2007 by Oguz S. Ersan, CFA

Client Centric Culture

Boutique size and feel with a dedicated team working for you

Disciplined Investment Process

Limit behavioral biases and follow systematic approach

Diligent Risk Management

Key focus on maintaining appropriate risk levels

Portfolio Manager

Oguz S. Ersan, CFA

Inception Date

February 1st, 2019

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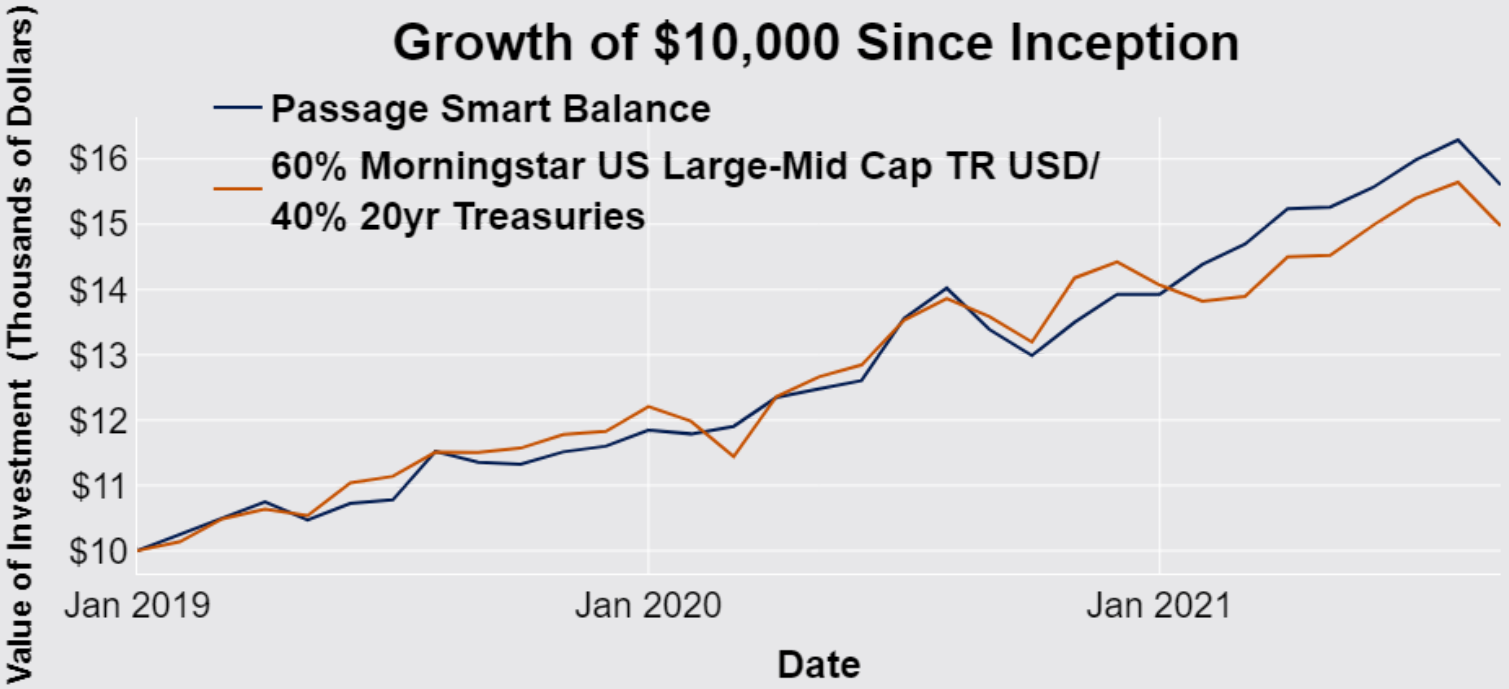

CALENDAR YEAR RETURNS

	Passage Smart Balance	60% Morningstar US Large-Mid Cap TR USD/ 40% 20yr Treasuries
2019	16.02%	18.28%
2020	20.06%	21.94%

NOTE: Data shown for 2019 begins in February *Presented net of fees*

Alpha	7.02%
Beta	0.65
R-Squared	51.85%
Upside Capture Ratio	91.34%
Downside Capture Ratio	61.97%

AVERAGE ANNUAL RETURNS

	Qtr	YTD	1-Year	Since Inception*
Passage Smart Balance	0.25%	12.01%	16.52%	18.15%
60% Morningstar US Large-Mid Cap TR USD/ 40% 20yr Treasuries	-0.04%	3.84%	10.23%	16.35%

**Annualized* *Presented net of fees as of 9/30/2021*

RISK METRICS

	Passage Smart Balance	60% Morningstar US Large-Mid Cap TR USD/ 40% 20yr Treasuries
Returns*	18.15%	16.35%
Standard Deviation*	9.33%	10.38%
Sharpe Ratio*	1.85	1.52
Sortino Ratio*	3.75	3.21
Calmar Ratio*	2.46	2.60
Maximum Drawdown	-7.37%	-6.29%
Percentage of Months Positive	75.00%	71.88%
Best Month's Return	7.56%	8.03%
Worst Month's Return	-4.51%	-4.51%

**Annualized* *Presented net of fees as of 9/30/2021*

Benchmark Information: The Benchmark for the strategy is structured to represent a traditional balanced portfolio of 60% equities and 40% bonds where, to match the characteristics of Passage Smart Balance, the equities are composed of US large and mid cap stocks and the bonds are 20-year US Treasury bonds. Prior to Q3 2021, the benchmark was entirely the Morningstar US Large-Mid Cap TR USD Index. Treasuries were introduced as 40% of the benchmark in Q3 2021 to best represent a comparable balanced portfolio. Treasury returns are computed from End-of-Month Treasury Spot Rates for the 20-year bond published by the U.S. Department of the Treasury. For more information about the strategy and its benchmark, please contact Passage Global Capital Management.