



Town of East Lyme

Quarterly Investment Review - Fourth Quarter 2025

This report is intended for the exclusive use of clients or prospective clients (the "recipient") of Fiducient Advisors, A Wealthspire Company, and the information contained herein is confidential and the dissemination or distribution to any other person without the prior approval of Fiducient Advisors, A Wealthspire Company, is strictly prohibited. Information has been obtained from sources believed to be reliable, though not independently verified. Any forecasts are hypothetical and represent future expectations and not actual return volatilities and correlations will differ from forecasts.

This report does not represent a specific investment recommendation. The opinions and analysis expressed herein are based on Fiducient Advisor, A Wealthspire Company, research and professional experience and are expressed as of the date of this report. Please consult with your advisor, attorney and accountant, as appropriate, regarding specific advice. Past performance does not indicate future performance and there is risk of loss.



Fiducient Advisors Update

Retirement Plans

Featured Insights

- Blog: [SECURE 2.0 Act: Roth Catch-Up Contributions](#)
- Blog: [Fiduciary Fun Facts: From Roman Trusts to Employee Retirement Plans](#)
- Blog: [Public Pension Plans: Key Insights from the Fiscal Year](#)

Endowments & Foundations

Featured Insights

- Blog: [From Community Foundation Investment Consultant to Strategic Partner](#)
- Blog: [Impact is the New Investment Metric: Why Your Nonprofit Should Measure What Matters](#)

The Wealth Office®

Featured Insights

- [2026 Financial Planning Guide](#)
- Blog: [Charitable Giving Strategies: Making the Most of Your Donations](#)
- Video: [Preserving Wealth: Strategies for Modern Portfolios](#)

Research Insights

- [2026 Outlook – The Discipline Dividend](#)
- [Private Markets Update](#)
- [Monthly Market Recaps](#)
- [Monthly Market Updates](#)

Save the Date!
2026 Investor Conference
Swissotel Chicago | October 22

New Associates – Welcome!

William Delaney
Consulting Analyst

Sean Harding
Consulting Analyst

Laris Krauel
Performance Analyst

Ryan McKinney
Junior HR Business Partner

Lisa Moceri
Chief Operating Officer

Mark Proust
Compliance Analyst

Matthew Reimann
Middle Office Associate

Lamone Stansbury
Client Service Associate

Trey Swan
Consulting Analyst

Wellness by Fiducient - Delivers Measurable Impact. Scalable Outcomes.

In 2025, our financial wellness program was integrated by over 150 plan sponsors representing 250,000 participants. Organizations not yet live have a potentially powerful opportunity to elevate employee financial well-being.

How using our platform helped employees



55% Increase in savings, by active users, over a 12-month period



28% Increase in paying off credit card in full monthly



35% Increase in users on track with financial goals



34% Increase in contributions to retirement plan



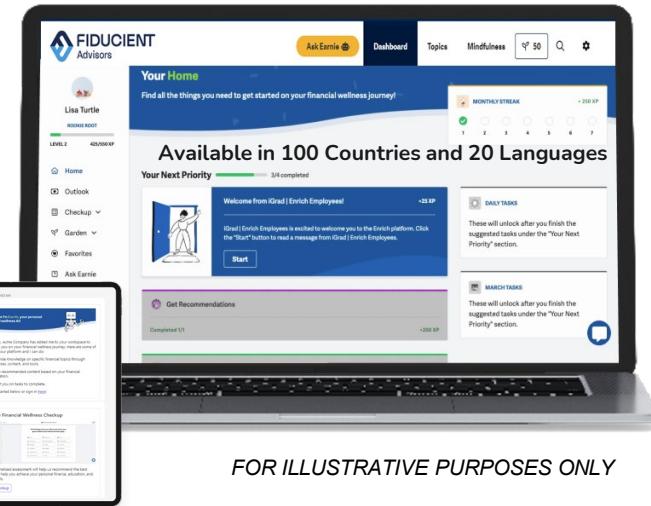
59% Increase in building emergency savings to cover 3-6 months of expenses

There is no guarantee you or your employees will personally achieve the same results.

How to Get Started?

If you're interested in learning more about how Wellness by Fiducient can benefit your organization, contact your **Investment Consultant**.

SCAN OR CLICK HERE
To view demo!



FOR ILLUSTRATIVE PURPOSES ONLY

Key Program Features

Co-branded Digital Portal
mobile optimized with personalized education content added daily

Financial Health & Stress Assessment to help you understand your personal finance perspective

AI based personalization for progress and to deliver articles, videos, webinars and courses

Live Financial Coaching or 24/7 access to **“Ask Earnie”** our **AI Virtual Coach**

Omni-Channel Experience including a **TEAMS App** and **Benefits Hub**

Utilization & Engagement tracking stress, knowledge gain, and confidence levels

Source: Fiducient-Enrich 2025 Research Paper: Reducing Financial Stress and Increasing Financial Wellness: The Importance and Impact of Financial Education

All information provided by Fiducient Advisors, LLC is for educational purposes only and does not constitute nor offer investment, legal or tax advice; an offer to buy or sell any security product, or an endorsement of any third party or such third party's views. Any hyperlinks to third-party content are intended to provide additional perspective. Interested parties are strongly encouraged to seek advice from qualified investment advisory, tax and/or legal experts regarding the best options for their particular circumstances.

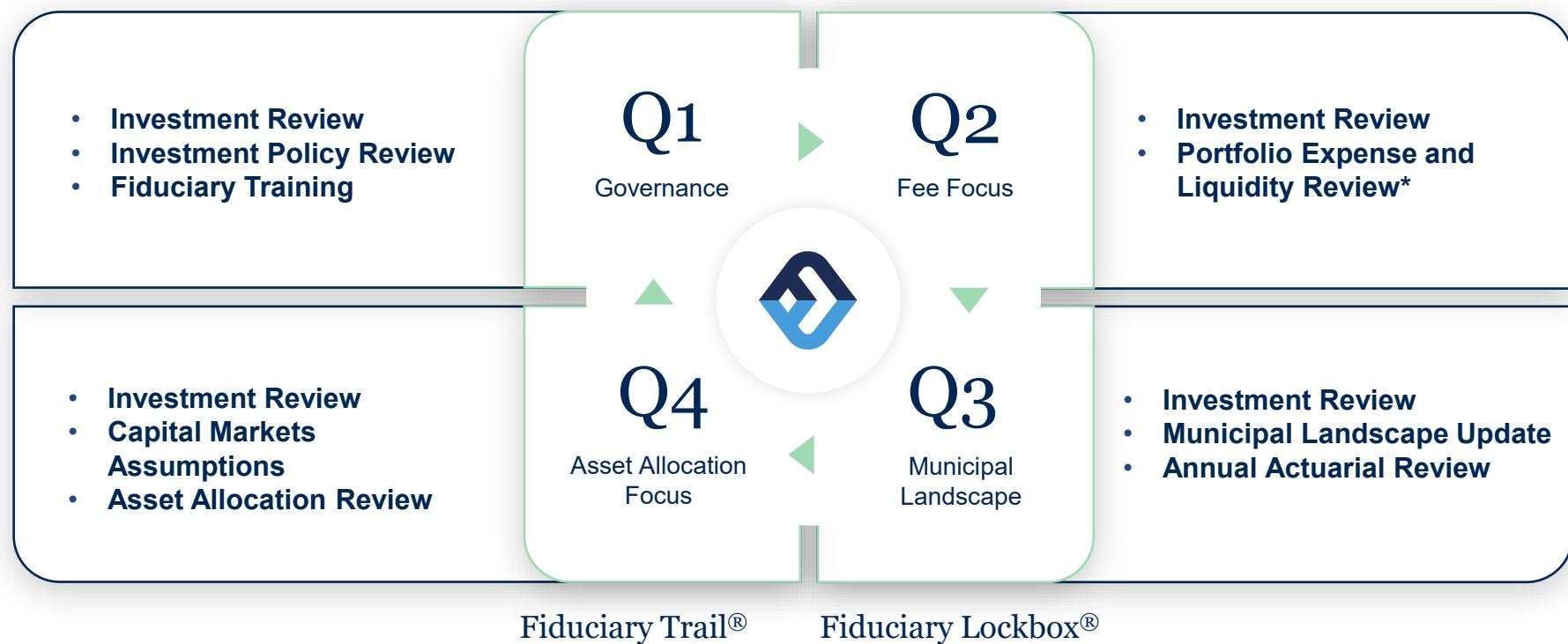
Table of Contents



- Section 1 Fiduciary Governance Calendar
- Section 2 Capital Markets Overview
- Section 3 Portfolio and Manager Review

Fiduciary Governance Calendar

The fiduciary governance calendar is designed to create a disciplined framework around governance, which helps ensure that over the course of a calendar year key fiduciary obligations and responsibilities are being met.



*Liquidity analysis is provided only for portfolios with marketable alternatives and/or private equity.

Asset Allocation Analysis

- We believe **Asset Allocation** is the primary determinant of long-term investment results.
- We believe our proprietary **Frontier Engineer®** system is the cornerstone of asset allocation decisions.
- Our Capital Markets Group develops **Capital Market Assumptions** (CMAs) for each major asset class at least annually.
 - ✓ The Capital Markets Group considers and analyzes a wide variety of factors that we believe will have the greatest impact on future returns and risks for each asset class studied.
 - ✓ Our CMAs are not intended to predict the future return in any single year, but rather to reflect our median expected outcome over the next ten years.
 - ✓ Our forecasting efforts center on **a ten-year horizon**. Any adjustments made to extend the forecast horizon to **twenty years** or beyond are grounded in our expectation that asset classes ultimately mean revert towards longer term historical averages.
 - ✓ Fiducient Advisors', A Wealthspire Company, Capital Markets' Team develop our CMAs based on a "building block" approach outlined in our white paper "Capital Market Forecasts". (Copies are available upon requested.)
- **Correlations** (how asset classes behave in reference to one another) also significantly impact asset allocation analysis.
- **Fat Tails** (non-normal return elements of skewness & kurtosis) also meaningfully impact our asset allocation analysis.

2026 Outlook and Investment Implications

- On the heels of robust returns across the investable universe in 2025, our **forward-looking return expectations have decreased** across most asset classes.
 - *Extremely strong investment returns across most asset classes over the past three years have resulted in full valuations in many segments of the marketplace.*
 - *Of note, returns for the S&P 500 Index in 2025 were driven more by earnings growth than by multiple expansion, which was not the case in 2023 and 2024.*
- We remain **constructive on international equities** and continue to advocate for a modest overweight to international markets relative to the global opportunity set.
 - *International markets performed exceedingly well in 2025, raising valuations. However, international equity valuations continue to look attractive relative to domestic equities.*
 - *The 12/31/25 allocation of the MSCI ACWI was approximately 64% U.S. equity, 36% international equity (~25% developed international, ~11% emerging markets)*
- While fixed income spreads are historically tight, the fixed income arena exhibits **attractive real yields** and offers the potential for **downside protection** in the event of an equity market dislocation.
- As appropriate, we recommend the use of real assets and alternatives as a source of **diversification and potential risk mitigation**.
 - *Exposure to “alternatives” may include marketable alternatives (hedge funds) and private investments.*
 - *Subject to portfolio size, liquidity needs, and risk tolerance, there are potential benefits to all these market segments.*
- Our approach to building diversified “all weather” portfolios worked well in 2025, and we believe most client portfolios are already well-positioned to withstand the market environment for 2026. **We are not recommending significant allocation changes for most clients** at the current juncture.

2026-2045 Twenty-Year Outlook

20-Year Market Forecasts

		2026	2025	Y / Y Change
Fixed Income	Interest rates were volatile in 2025, as the market digested global trade policy shifts, persistent inflation, the government shutdown and a weakening labor market. The Federal Reserve resumed cutting interest rates in September after a nine month hiatus. Yields broadly fell, driving expected returns lower compared to last year across most fixed income segments. While all-in yields still remain attractive, credit spreads hover near 20-year tights, putting additional pressure on the high yield forecast.	U.S. Bonds	5.0%	5.2% -0.2%
	TIPS	4.7%	4.8%	-0.1%
	Dynamic Bonds ¹	5.3%	5.3%	-0.1%
	High Yield Bonds	6.6%	6.8%	-0.2%
	Muni Bond ²	5.6%	5.6%	-0.1%
	Muni High Yield ²	10.0%	9.3%	0.7%
Global Equity	Despite volatility early in the year, global equity markets rallied over 36% since the April 8 low. ⁴ AI-led strength pushed U.S. valuations higher and our forecasts lower. Strong performance abroad resulted in increased valuations, but moderating geopolitical uncertainty abroad helped modestly boost our 2026 forecasts for non-U.S. markets.	U.S. All Cap	6.4%	6.6% -0.3%
	Intl Developed Equity	7.9%	7.5%	0.3%
	Emerging Markets	8.7%	8.6%	0.1%
Real Assets & Alternatives	Real estate rose modestly. The asset class lagged the broader equity market amidst ongoing struggles in underlying property sectors. Persistent inflation and economic uncertainty resulted in surging precious metal prices throughout the year. Our broad real assets outlook fell from last year.	Real Estate	7.5%	7.1% 0.4%
	Broad Real Assets ³	7.6%	7.6%	-0.1%
	Marketable Alts	8.2%	8.4%	-0.2%
	Private Equity	9.4%	9.6%	-0.3%

1) Dynamic bonds are a blend of 33% Cash, 33% Corp HY, and 34% Global Bonds. 2) Tax Equivalent yield based on highest marginal Federal tax rate (37%). 3) Broad Real Assets is 20% REITS, 20% Global Infrastructure, 20% Commodities, 20% US Bonds, 15% Corp High Yield, 5% TIPS. 4) Morningstar Direct. Based on MSCI ACWI NR USD, as of October 31, 2025. Outputs and opinions are as of the date referenced and are subject to change based on market or economic conditions. Information is intended for general information purposes only and does not represent any specific investment recommendation. Please consult with your advisor, attorney and accountant, as appropriate, regarding specific advice. There is no guarantee that any of these expectations will become actual results. For additional information on forecast methodologies, please speak with your advisor. Please see the index proxy summary slide at the end of this presentation for summary of indices used to represent each asset class. Past performance does not indicate future performance and there is a possibility of a loss.

Actuarial Review



Town of East Lyme Pension Plan		
	1/1/2025	1/1/2024
Actuarial Value of Assets	\$33,233,966	\$32,439,250
Total Accrued Liability	\$36,676,326	\$34,590,335
Funded Ratio	90.6%	93.7%
Actuarial Return Assumption	6.50%	6.50%

Source: USI Consulting Group, 2025 Valuation Report, as of 1/1/2025



Frontier Engineer® Analysis

12/31/2025	Asset Allocation												Forecasts			Past (1/88-12/25)		
	Fixed Income	Equity	Real Assets	Cash	US Bond	US Bonds - Dynamic	HY Bond	US Equity (LC)	US Equity (SC)	Int'l Dev. Equity	EM Equity	Broad Real Assets	Annualized Return	Annualized Volatility	Normal 100 Year Flood*	Non-Normal 100 Year Flood**	Annualized Net Return	Annualized Volatility
Current Target Allocation (A)	41.0%	54.0%	5.0%	1.0%	27.0%	10.5%	2.5%	25.0%	8.5%	14.0%	6.5%	5.0%	7.1%	11.2%	-18%	-26%	8.5%	9.1%

*The expected one in a hundred worst case calendar year return based on normally distributed capital market assumptions. Greater losses are possible (1% expected likelihood).

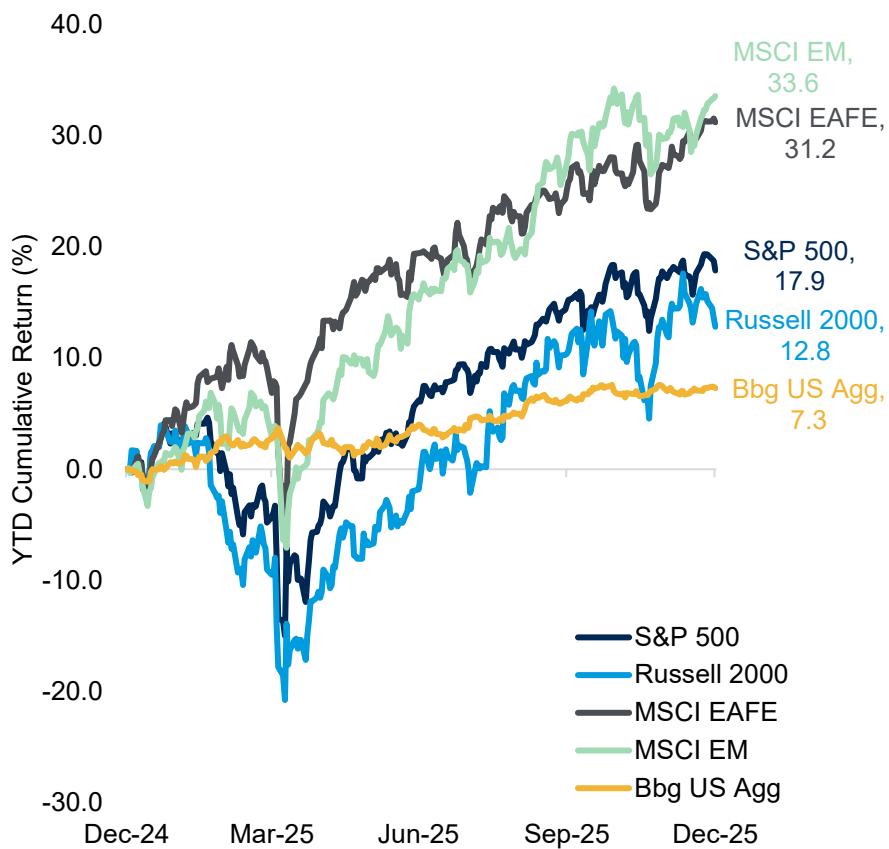
**The expected one in a hundred worst case calendar year return based on non-normally distributed capital market assumptions (factoring in skewness & kurtosis). Greater losses are possible (1% expected likelihood).

Historical Returns and Risk Metrics for each Mix represent back-tested calculations developed with the benefit of hindsight. Return calculations use an asset-weighted methodology based on the target asset allocation of each mix and the total return of index proxies used to represent each asset class and are net of fees. Historical returns are hypothetical and do not represent returns earned by a client. It is not possible to invest in an index. Please see the Frontier Engineer Hypothetical Performance Disclosures at the end of the presentation for additional information, including index proxies used to represent each asset class. Please ask for a copy of Fiducient Advisors' white paper titled 10-Year Capital Market Forecasts. Past performance does not indicate future performance and it is possible to lose money when investing. Please refer to the Capital Markets Assumptions Slide for the hypothetical alpha and hypothetical fee inputs used in the calculation methodology.

Market Themes

Non-U.S. Equities Shine in 2025

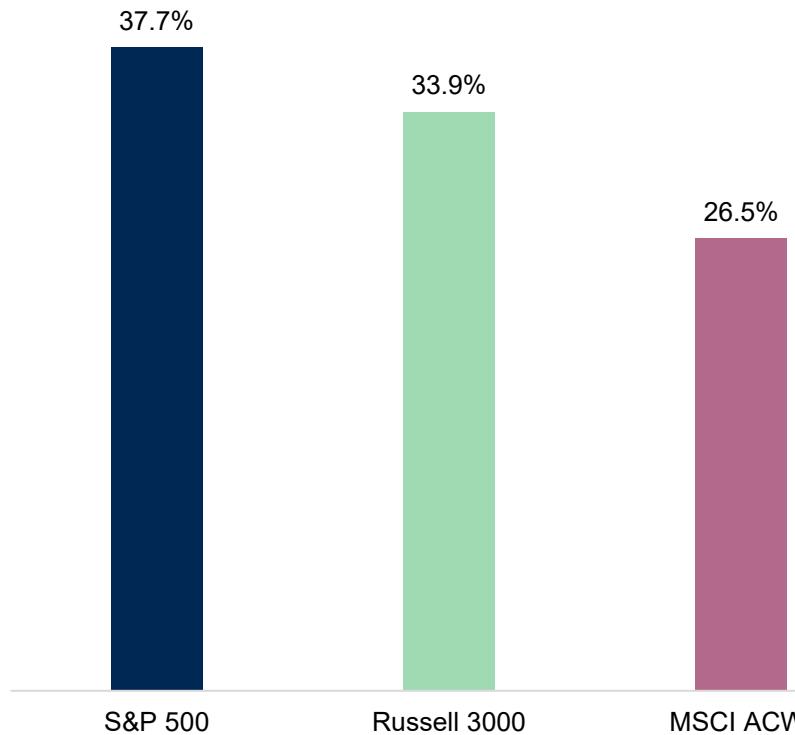
Non-U.S. equities closed out the year on a high note, outpacing domestic markets in Q4 and beating U.S. equities by the widest margin for the calendar year since 2009. A weaker U.S. dollar, more attractive valuations compared to the U.S. and a favorable corporate backdrop all helped propel non-U.S. markets ahead.



Source: FactSet. As of December 31, 2025.

“AI” Playbook - Market Exposure to “AI”

The rise of AI has been considerable in recent years and AI is poised to be an influential factor in markets in 2026. Earnings growth expectations for mid- and small-cap companies are relatively higher compared to other areas of the market, creating opportunity outside of the “Magnificent 7.” Thoughtful diversification and owning “too little” AI may be preferred over risking a severe drawdown from overexposure should AI falter.



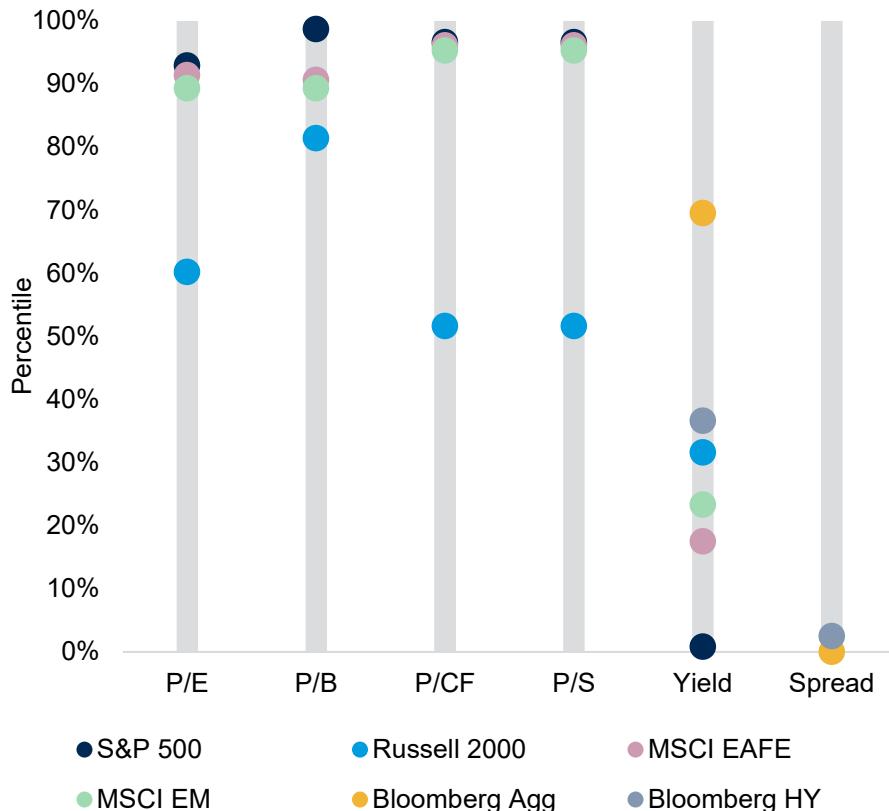
Sources: BlackRock, Morningstar, Fiducient Advisors. As of November 30, 2025. Exposure to “AI” based on the common holdings compared to the following indexes: Morningstar Global Artificial Intelligence Select Index; NYSE Semiconductor Index; S&P Data Center, Tower REIT, and Communications Equipment Index; Morningstar Global Digital Infrastructure & Connectivity Index.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss. Indices cannot be invested in directly. Please refer to Material Risk disclosure for important information associated with market volatility.

Market Themes

Navigating Valuation – Valuation Rank (Last 20 Years)

Valuations look full relative to history across asset classes and investors should evaluate risk tolerances appropriately. Pockets of opportunity exist. Fixed income looks attractive both on an absolute basis and relative to public equities. Where appropriate, investors may consider marketable alternative strategies that may help reduce downside risk in a narrow and fully valued market.



Source: FactSet. As of December 31, 2025. Yield is Dividend yield for equity indexes and yield to worst for fixed income. Rank is based on last 20 years, monthly data.

Noise Resistance – BB Weight in Corp High Yield Index

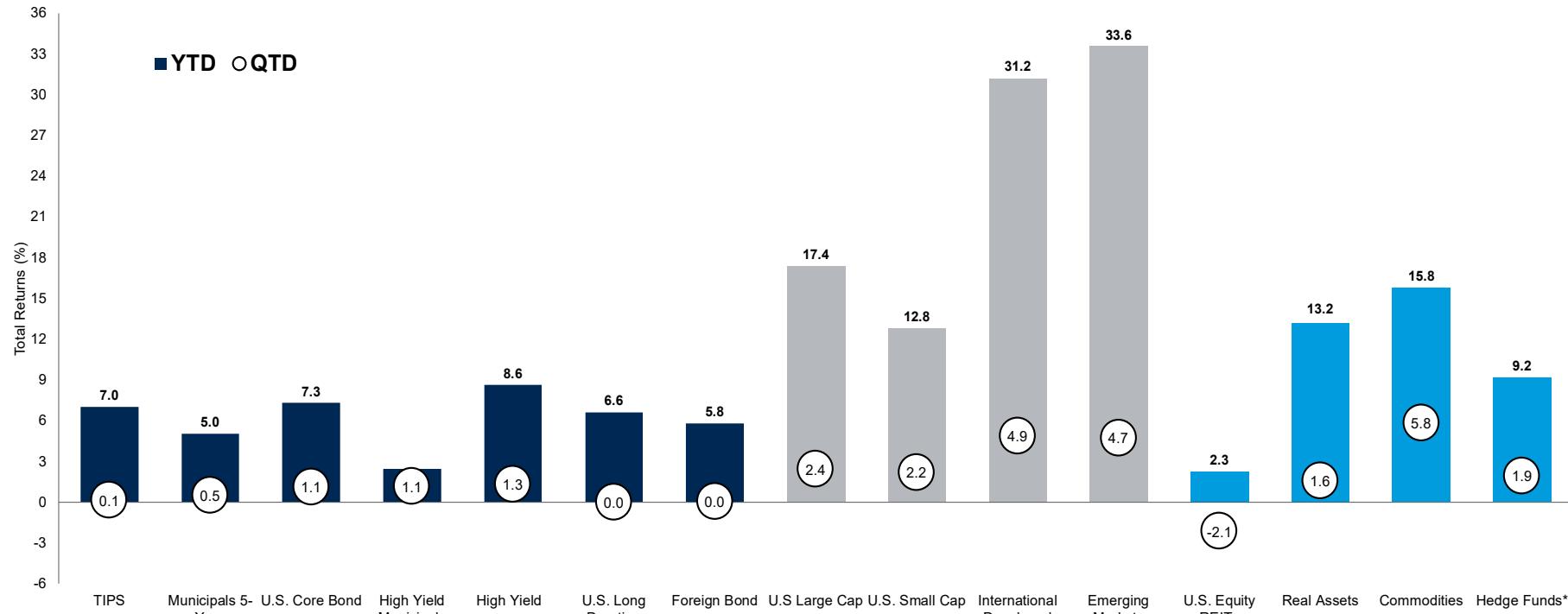
Credit was a standout in 2025 as high yield bonds returned over 8% during the year. While spreads hover near 20-year lows, strong corporate fundamentals and an increase in the credit quality of the index broadly temper concern. This lower cost of lending bodes well for economic expansion, but we continue to exercise caution given current valuations.



Source: FactSet. As of December 31, 2025.



Asset Class Returns



Source: Morningstar Direct. As of December 31, 2025. *Hedge fund returns as of November 30, 2025.

Fixed Income (4Q 2025)

Interest rates were volatile during the quarter as the Federal Reserve cut interest rates twice even as inflation remained sticky. Core bonds delivered a positive return during the period.

The corporate bond market, particularly high yield, produced a positive return in the quarter and strong gains for the year. All-in yields remain attractive and corporate fundamentals remain supportive of the asset class.

+/- Favorable economic data pushed longer dated yields higher in the quarter. Long duration bonds were flat.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss.

Equity (4Q 2025)

Favorable earnings, a Fed rate cut, and positive economic data helped support equity markets during the quarter. Large cap modestly edged out small cap as the outlook for further rate cuts in 2026 diminished.

Non-U.S. markets outpaced domestic and developed markets, with Europe experiencing favorable returns as the outlook for economic growth improved and corporate earnings were favorable.

Emerging markets rounded out a banner year with a strong quarter. AI-related strength in select semiconductor companies were among top contributors.

Real Asset / Alternatives (4Q 2025)

Equity REITs struggled during the quarter despite strength in the broader equity market. The interest rate sensitive asset class was negatively impacted from rising long-term rates.

Commodities were positive overall but experienced mixed underlying returns as precious metals closed out a strong year while energy-related commodities declined.

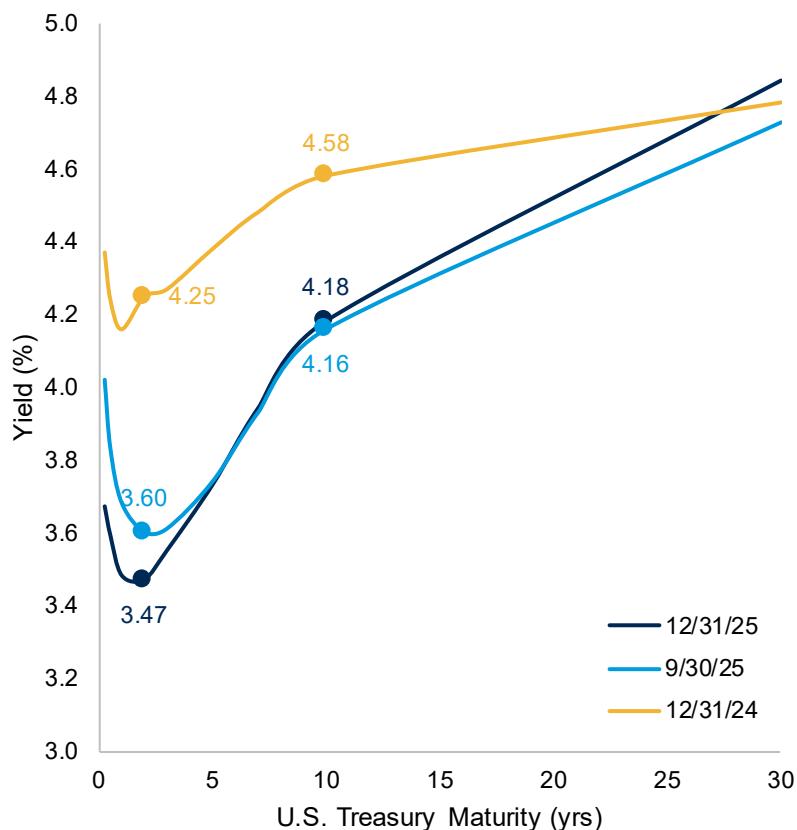
Hedge funds were modestly positive for the period ending in November and have outpaced fixed income markets so far in 2025.



Fixed Income Market Update

U.S. Treasury Yield Curve

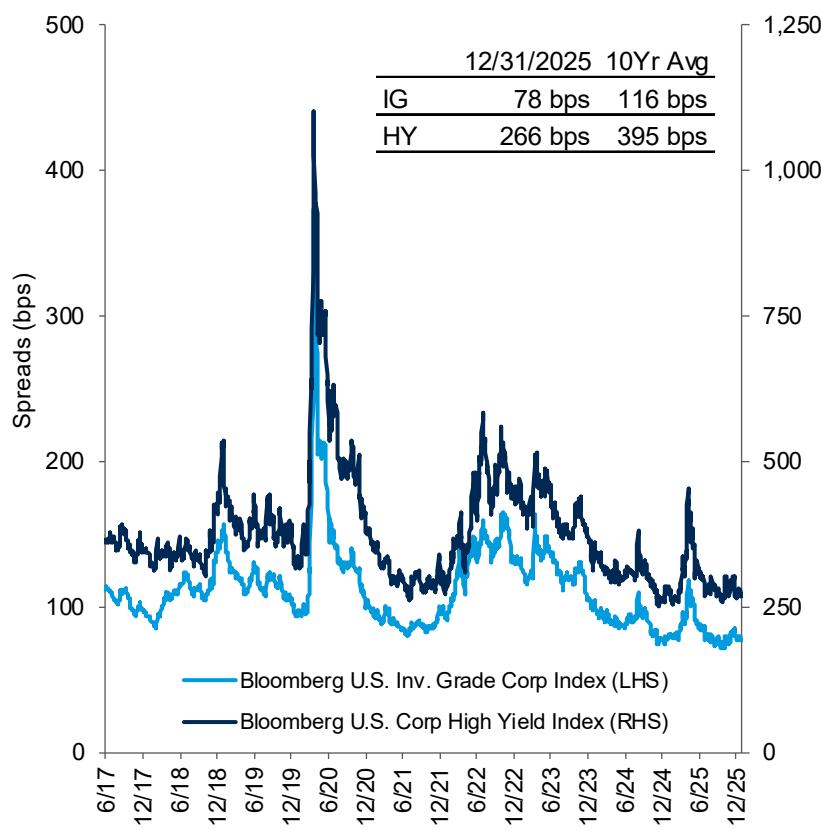
Interest rates were volatile during the quarter and the U.S. yield curve steepened. The Federal Reserve cut interest rates twice over labor market concerns, pushing front-end yields lower. However, better than expected economic data and the market's more positive outlook on the economy moved long-end yields higher.



Source: FactSet. As of December 31, 2025.

Corporate Credit Spreads – Trailing 5 Years

Credit spreads were volatile during the period, widening early in the quarter before trending back closer to where they started. Strong corporate fundamentals, a favorable technical backdrop and increased credit quality have pushed spreads to near 10-year lows, and we remain mindful of elevated valuations within the high yield asset class.

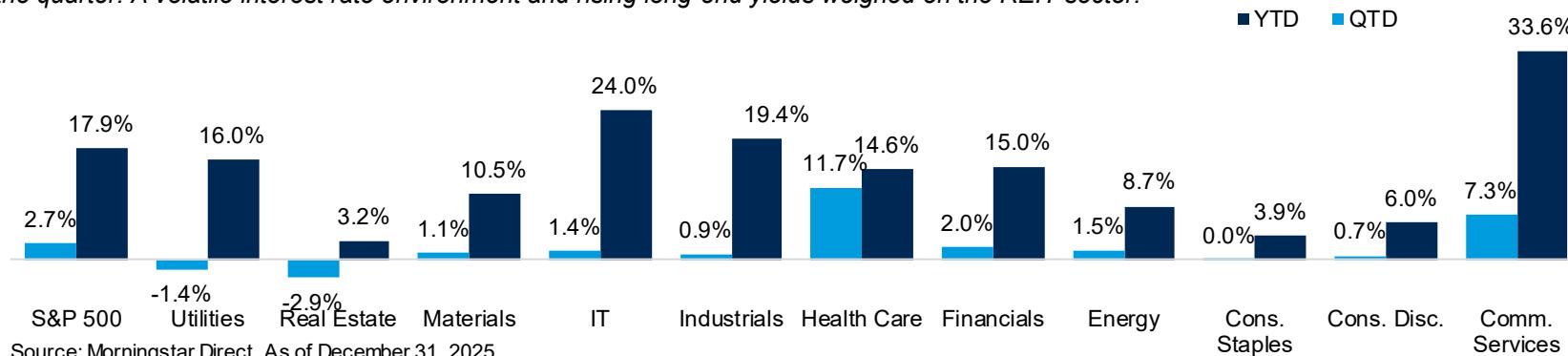


Source: FactSet. As of December 31, 2025.

Equity Market Update

U.S. Equities – Returns by Sector (4Q 2025)

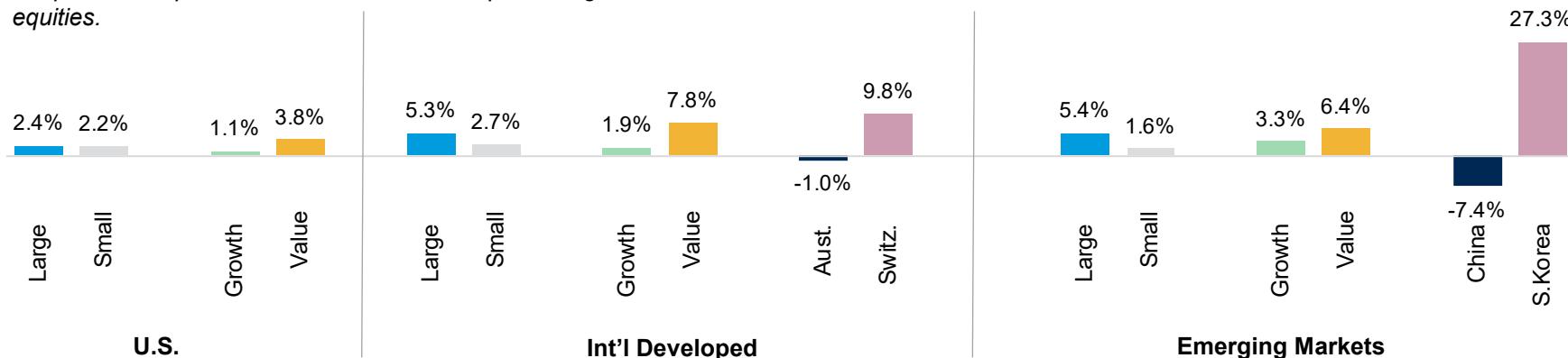
The S&P had a favorable quarter as investors digested the government shutdown and subsequent data delays, two Federal Reserve rate cuts and relatively strong corporate earnings reports. Underlying sector performance was mixed. Health care was a standout sector during the quarter. Positive news on expanded GLP-1 access and tariff exemptions helped companies such as Eli Lilly, which was one of the top contributors to the S&P during the quarter. A volatile interest rate environment and rising long-end yields weighed on the REIT sector.



Source: Morningstar Direct. As of December 31, 2025.

Market Capitalization, Style, and Select Country Performance (4Q 2025)

Equity markets were broadly positive across regions during the quarter, with non-U.S. markets generally outpacing domestic markets. From a style perspective, value stocks outperformed their growth counterparts during the quarter. Emerging markets was once again the standout among its peers. AI optimism helped drive semiconductor companies higher in South Korea and Taiwan, but weaker economic data was a headwind for Chinese equities.



Source: Morningstar Direct. As of December 31, 2025.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss.

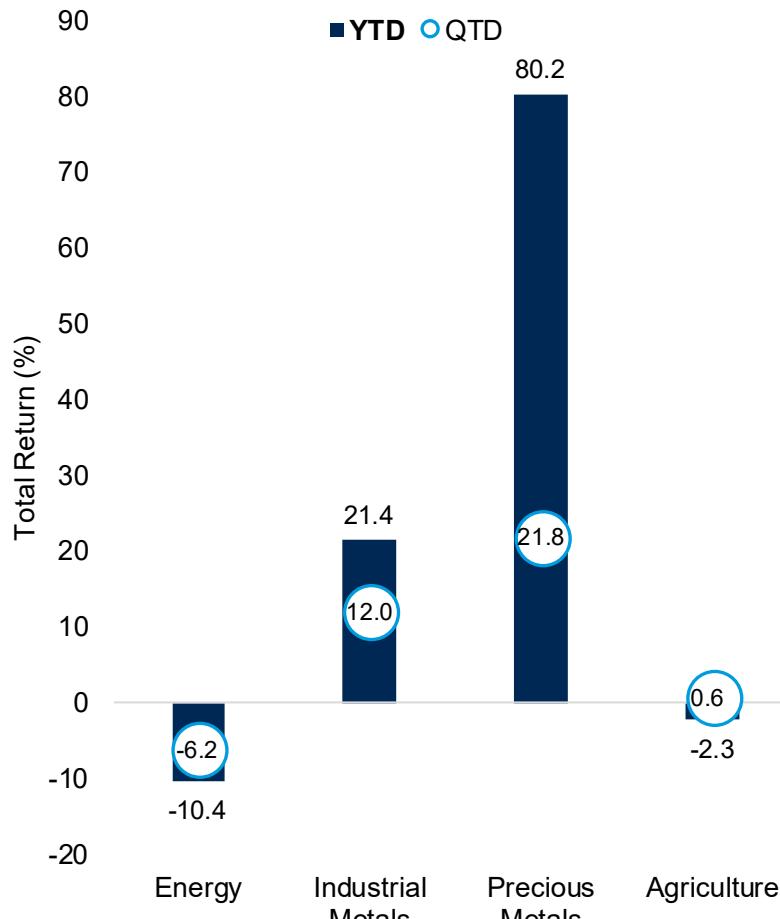
Indices cannot be invested in directly. Please refer to Material Risk disclosure for important information associated with market volatility.



Real Assets Market Update

Commodity Performance (4Q 2025)

It was a strong quarter for commodities, driven by precious and industrial metals. Gold had a banner year, touching multiple all-time highs as investors digested uncertainty surrounding trade policy, inflation, and economic data throughout the year. Precious metals had its best calendar year of the last 30 years.



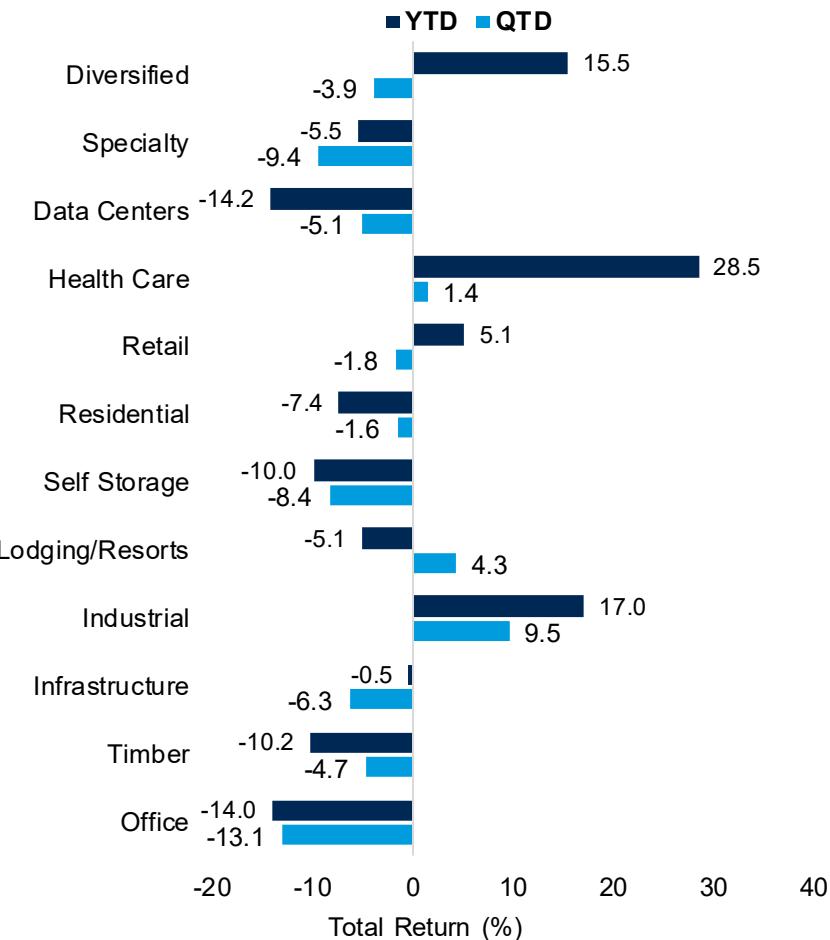
Source: Morningstar Direct. As of December 31, 2025.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss.

Indices cannot be invested in directly. Please refer to Material Risk disclosure for important information associated with market volatility.

REIT Sector Performance (4Q 2025)

Rising long-term yields negatively impacted REITs in the fourth quarter and the space lagged the broader equity market. Office struggled as the hybrid work environment continues to create uncertainty for the space. Industrial-related REITs were among the few positive areas in the quarter.



Source: Morningstar Direct. As of December 31, 2025.



The Case for Diversification

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	10 Years (Ann)
U.S. Equity REITs 2.8	U.S. Small Cap 21.3	Emerging Markets Equity 37.3	High Yield Municipal 4.8	U.S. Large Cap 31.4	U.S. Large Cap 21.0	U.S. Equity REITs 41.3	Commodities 16.1	U.S. Large Cap 26.5	U.S. Large Cap 24.5	Emerging Markets Equity 33.6	U.S. Large Cap 14.6
Municipals 5-Year 2.4	High Yield 17.1	International Developed Equity 25.0	Cash 1.8	U.S. Mid Cap 30.5	U.S. Small Cap 20.0	Commodities 27.1	Cash 1.5	International Developed Equity 18.2	U.S. Mid Cap 15.3	International Developed Equity 31.2	U.S. Mid Cap 11.0
High Yield Municipal 1.8	U.S. Mid Cap 13.8	U.S. Large Cap 21.7	Municipals 5-Year 1.7	U.S. Equity REITs 28.7	Emerging Markets Equity 18.3	U.S. Large Cap 26.5	Hedge Funds -5.3	U.S. Mid Cap 17.2	U.S. Small Cap 11.5	U.S. Large Cap 17.4	U.S. Small Cap 9.6
U.S. Large Cap 0.9	U.S. Large Cap 12.1	U.S. Mid Cap 18.5	U.S. Core Bond 0.0	U.S. Small Cap 25.5	U.S. Mid Cap 17.1	U.S. Mid Cap 22.6	Municipals 5-Year -5.3	U.S. Small Cap 16.9	Balanced 10.8	Balanced 16.2	Emerging Markets Equity 8.4
U.S. Core Bond 0.5	Commodities 11.8	Balanced 15.4	TIPS -1.3	International Developed Equity 22.0	Balanced 13.5	U.S. Small Cap 14.8	High Yield -11.2	Balanced 15.4	Hedge Funds 9.1	Commodities 15.8	International Developed Equity 8.2
Cash 0.0	Emerging Markets Equity 11.2	U.S. Small Cap 14.6	High Yield -2.1	Balanced 19.4	TIPS 11.0	International Developed Equity 11.3	TIPS -11.8	High Yield 13.4	High Yield 8.2	U.S. Small Cap 12.8	Balanced 8.0
Hedge Funds -0.3	U.S. Equity REITs 8.6	High Yield Municipal 9.7	U.S. Equity REITs -4.0	Emerging Markets Equity 18.4	Hedge Funds 10.9	Balanced 10.2	U.S. Core Bond -13.0	U.S. Equity REITs 11.4	Emerging Markets Equity 7.5	U.S. Mid Cap 10.6	High Yield 6.5
International Developed Equity -0.8	Balanced 5.9	U.S. Equity REITs 8.7	Hedge Funds -4.0	High Yield 14.3	International Developed Equity 7.8	High Yield Municipal 7.8	High Yield Municipal -13.1	Emerging Markets Equity 9.8	High Yield Municipal 6.3	Hedge Funds 9.2	U.S. Equity REITs 5.8
Balanced -1.0	TIPS 4.7	Hedge Funds 7.8	U.S. Large Cap -4.8	High Yield Municipal 10.7	U.S. Core Bond 7.5	Hedge Funds 6.2	International Developed Equity -14.5	High Yield Municipal 9.2	Commodities 5.4	High Yield 8.6	Commodities 5.7
TIPS -1.4	High Yield Municipal 3.0	High Yield 7.5	Balanced -5.5	U.S. Core Bond 8.7	High Yield 7.1	TIPS 6.0	Balanced -16.0	Hedge Funds 6.1	Cash 5.3	U.S. Core Bond 7.3	Hedge Funds 4.7
U.S. Mid Cap -2.4	U.S. Core Bond 2.6	U.S. Core Bond 3.5	U.S. Mid Cap -9.1	TIPS 8.4	High Yield Municipal 4.9	High Yield 5.3	U.S. Mid Cap -17.3	U.S. Core Bond 5.5	U.S. Equity REITs 4.9	TIPS 7.0	High Yield Municipal 4.3
U.S. Small Cap -4.4	International Developed Equity 1.0	Municipals 5-Year 3.1	U.S. Small Cap -11.0	Hedge Funds 8.4	Municipals 5-Year 4.3	Municipals 5-Year 0.3	U.S. Large Cap -19.1	Cash 5.1	International Developed Equity 3.8	Municipals 5-Year 5.0	TIPS 3.1
High Yield -4.5	Hedge Funds 0.5	TIPS 3.0	Commodities -11.2	Commodities 7.7	Cash 0.5	Cash 0.0	Emerging Markets Equity -20.1	Municipals 5-Year 4.3	TIPS 1.8	Cash 4.3	Cash 2.2
Emerging Markets Equity -14.9	Cash 0.3	Commodities 1.7	International Developed Equity -13.8	Municipals 5-Year 5.4	Commodities -3.1	U.S. Core Bond -1.5	U.S. Small Cap -20.4	TIPS 3.9	U.S. Core Bond 1.3	High Yield Municipal 2.5	U.S. Core Bond 2.0
Commodities -24.7	Municipals 5-Year -0.4	Cash 0.8	Emerging Markets Equity -14.6	Cash 2.2	U.S. Equity REITs -5.1	Emerging Markets Equity -2.5	U.S. Equity REITs -24.9	Commodities -7.9	Municipals 5-Year 1.2	U.S. Equity REITs 2.3	Municipals 5-Year 1.9

Sources: Morningstar, FactSet. As of December 31, 2025. *Periods greater than one year are annualized. Total returns in U.S. dollars. Hedge Funds as of November 30, 2025.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss. Indices cannot be invested in directly. Please refer to Material Risk disclosure for important information associated with market volatility.



Financial Markets Performance

Total Return as of December 31, 2025
Periods greater than one year are annualized
All returns are in U.S. dollar terms

Global Fixed Income Markets	QTD	YTD	1YR	3YR	5YR	7YR	10YR	15YR
Bloomberg 1-3-Month T-Bill	1.0%	4.3%	4.3%	4.9%	3.2%	2.7%	2.2%	1.5%
Bloomberg U.S. TIPS	0.1%	7.0%	7.0%	4.2%	1.1%	3.5%	3.1%	2.9%
Bloomberg Municipal Bond (5 Year)	0.5%	5.0%	5.0%	3.5%	1.0%	2.1%	1.9%	2.4%
Bloomberg High Yield Municipal Bond	1.1%	2.5%	2.5%	6.0%	2.2%	3.7%	4.3%	5.3%
Bloomberg U.S. Aggregate	1.1%	7.3%	7.3%	4.7%	-0.4%	2.0%	2.0%	2.4%
Bloomberg U.S. Corporate High Yield	1.3%	8.6%	8.6%	10.1%	4.5%	6.2%	6.5%	6.0%
Bloomberg Global Aggregate ex-U.S. Hedged	0.5%	2.8%	2.8%	5.3%	0.8%	2.2%	2.6%	3.1%
Bloomberg Global Aggregate ex-U.S. Unhedged	-0.5%	8.8%	8.8%	3.3%	-3.6%	-0.5%	0.6%	0.1%
Bloomberg U.S. Long Gov / Credit	0.0%	6.6%	6.6%	3.1%	-4.9%	1.1%	2.0%	3.6%
Global Equity Markets	QTD	YTD	1YR	3YR	5YR	7YR	10YR	15YR
S&P 500	2.7%	17.9%	17.9%	23.0%	14.4%	17.3%	14.8%	14.1%
Dow Jones Industrial Average	4.0%	14.9%	14.9%	15.4%	11.6%	13.2%	13.1%	12.5%
NASDAQ Composite	2.7%	21.1%	21.1%	31.4%	13.4%	20.6%	17.7%	16.7%
Russell 3000	2.4%	17.1%	17.1%	22.2%	13.2%	16.6%	14.3%	13.6%
Russell 1000	2.4%	17.4%	17.4%	22.7%	13.6%	17.0%	14.6%	13.9%
Russell 1000 Growth	1.1%	18.6%	18.6%	31.1%	15.3%	21.2%	18.1%	16.6%
Russell 1000 Value	3.8%	15.9%	15.9%	13.9%	11.3%	12.1%	10.5%	10.8%
Russell Mid Cap	0.2%	10.6%	10.6%	14.4%	8.7%	12.8%	11.0%	11.2%
Russell Mid Cap Growth	-3.7%	8.7%	8.7%	18.6%	6.6%	14.2%	12.5%	12.2%
Russell Mid Cap Value	1.4%	11.0%	11.0%	12.3%	9.8%	11.4%	9.8%	10.3%
Russell 2000	2.2%	12.8%	12.8%	13.7%	6.1%	10.6%	9.6%	9.5%
Russell 2000 Growth	1.2%	13.0%	13.0%	15.6%	3.2%	10.6%	9.6%	9.9%
Russell 2000 Value	3.3%	12.6%	12.6%	11.7%	8.9%	10.1%	9.3%	8.7%
MSCI ACWI	3.3%	22.3%	22.3%	20.6%	11.2%	14.0%	11.7%	9.8%
MSCI ACWI ex. U.S.	5.1%	32.4%	32.4%	17.3%	7.9%	10.1%	8.4%	5.9%
MSCI EAFE	4.9%	31.2%	31.2%	17.2%	8.9%	10.5%	8.2%	6.6%
MSCI EAFE Growth	1.9%	20.8%	20.8%	13.2%	4.4%	9.4%	7.4%	6.5%
MSCI EAFE Value	7.8%	42.2%	42.2%	21.4%	13.4%	11.3%	8.7%	6.6%
MSCI EAFE Small Cap	2.7%	31.8%	31.8%	14.9%	5.6%	9.1%	7.5%	7.1%
MSCI Emerging Markets	4.7%	33.6%	33.6%	16.4%	4.2%	8.1%	8.4%	3.8%
Alternatives	QTD	YTD	1YR	3YR	5YR	7YR	10YR	15YR
FTSE NAREIT All Equity REITs	-2.1%	2.3%	2.3%	6.1%	4.8%	6.4%	5.8%	7.8%
S&P Real Assets	1.6%	13.2%	13.2%	8.1%	5.6%	6.5%	6.1%	5.0%
FTSE EPRA NAREIT Developed	-0.5%	10.7%	10.7%	7.8%	3.8%	4.5%	4.2%	5.5%
FTSE EPRA NAREIT Developed ex U.S.	1.4%	26.1%	26.1%	7.6%	0.6%	2.3%	3.1%	3.6%
Bloomberg Commodity Total Return	5.8%	15.8%	15.8%	4.0%	10.6%	8.1%	5.7%	-1.1%
HFRI Fund of Funds Composite*	1.9%	9.2%	9.3%	8.2%	5.7%	6.0%	4.7%	4.0%
HFRI Asset Weighted Composite*	1.5%	8.5%	8.9%	7.1%	6.5%	5.5%	4.6%	4.6%

Sources: Morningstar, FactSet. As of December 31, 2025. *Consumer Price Index and HFRI indexes as of November 30, 2025.

See disclosures for list of indices representing each asset class. Past performance does not indicate future performance and there is a possibility of a loss. Indices cannot be invested in directly. Please refer to Material Risk disclosure for important information associated with market volatility.

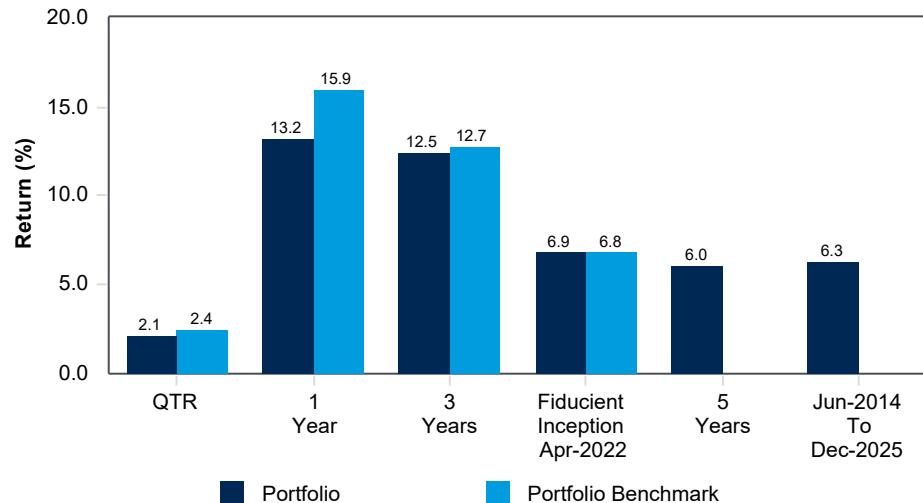


Portfolio Dashboard

Town of East Lyme

As of December 31, 2025

Historical Performance



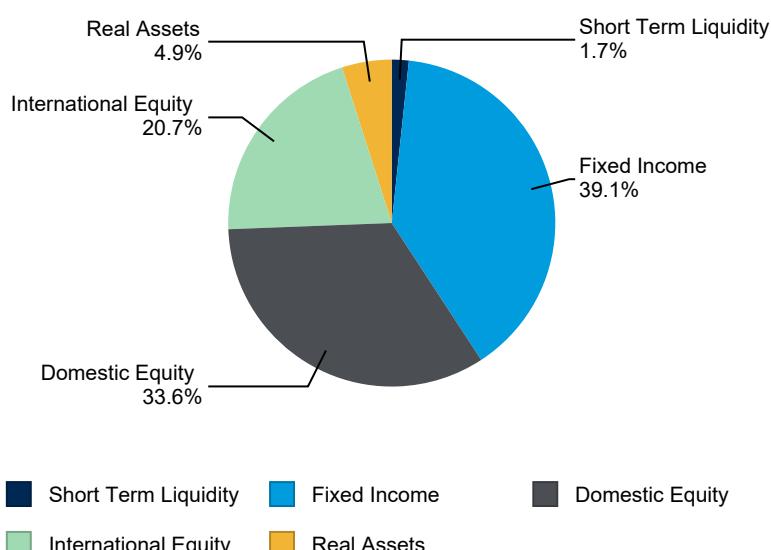
Summary of Cash Flows

	QTR	1 Year	Since Inception
Beginning Market Value	34,563,347	32,513,532	15,340,695
Net Contributions	701,762	-688,910	1,864,500
Gain/Loss	726,480	4,166,967	18,786,394
Ending Market Value	35,991,589	35,991,589	35,991,589

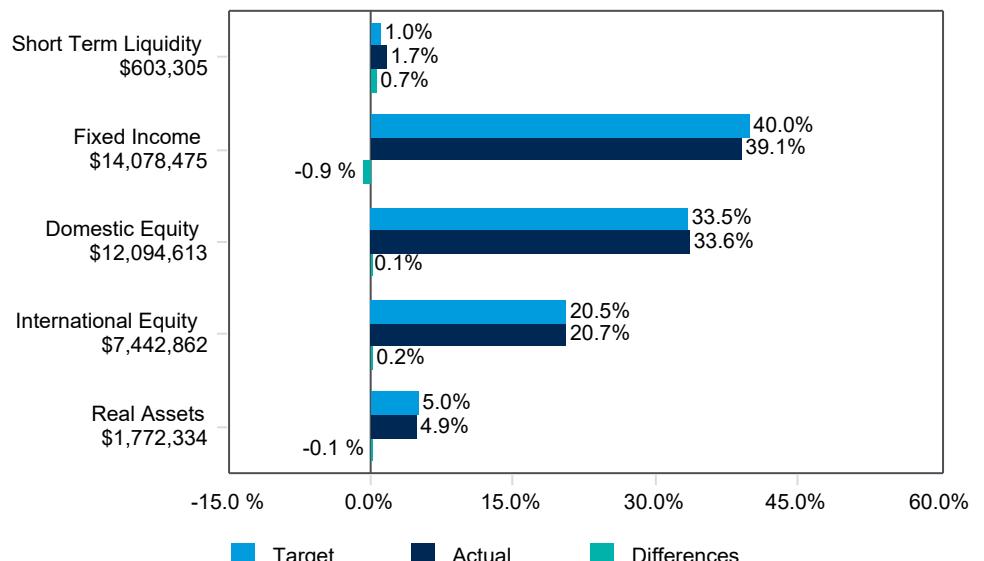
Current Benchmark Composition

From Date	To Date	
03/2025	Present	1.00% 90 Day U.S. Treasury Bill, 37.50% Blmbg. U.S. Aggregate, 2.50% Blmbg. U.S. Corp: High Yield, 25.00% S&P 500, 8.50% Russell 2000 Index, 14.00% MSCI AC World ex USA (Net), 6.50% MSCI Emerging Markets (Net), 5.00% DWS Real Assets Benchmark

Portfolio Allocation



Actual vs. Target Allocations



Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees.

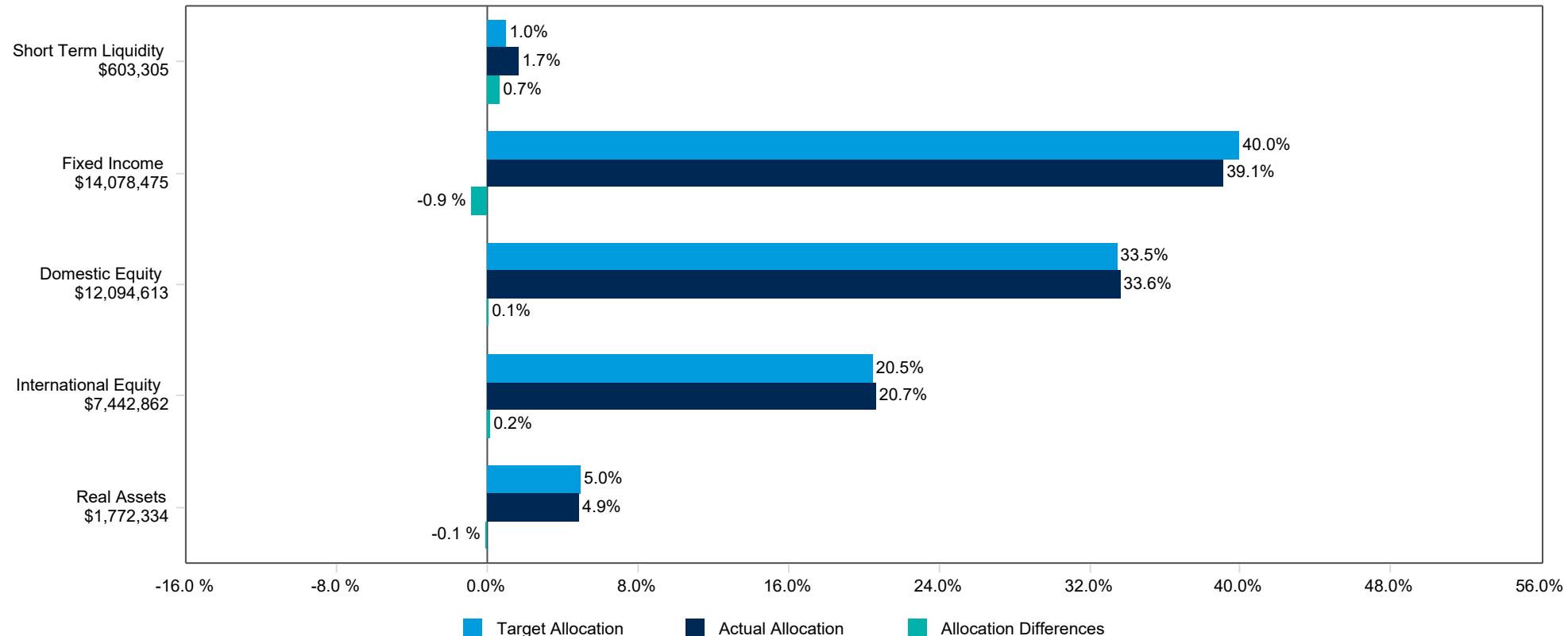


Asset Allocation

Town of East Lyme

As of December 31, 2025

Actual vs. Target



	Asset Allocation (\$)	Asset Allocation (%)	Target Allocation (%)	Differences (%)	Minimum Allocation (%)	Maximum Allocation (%)
Short Term Liquidity	603,305	1.7	1.0	0.7	0.0	5.0
Fixed Income	14,078,475	39.1	40.0	-0.9	30.0	55.0
Domestic Equity	12,094,613	33.6	33.5	0.1	23.0	43.0
International Equity	7,442,862	20.7	20.5	0.2	10.0	30.0
Real Assets	1,772,334	4.9	5.0	-0.1	0.0	10.0
Town of East Lyme	35,991,589	100.0	100.0	0.0	-	-



Asset Allocation

Town of East Lyme

As of December 31, 2025

	Asset Allocation (\$)	Asset Allocation (%)	Target Allocation (%)	Differences (%)
Town of East Lyme	35,991,589	100.0	100.0	0.0
Short Term Liquidity	603,305	1.7	1.0	0.7
First American Government Fund	603,305	1.7	1.0	0.7
Fixed Income	14,078,475	39.1	40.0	-0.9
Baird Aggregate Bond Fund Class Institutional	4,742,810	13.2	13.5	-0.3
Harbor Core Bond Retirement - IR&M	4,737,503	13.2	13.5	-0.3
BlackRock Strategic Income Opportunities Fund K	3,701,816	10.3	10.5	-0.2
Artisan High Income Fund I	896,345	2.5	2.5	0.0
Domestic Equity	12,094,613	33.6	33.5	0.1
Vanguard Institutional Index Fund Instl	9,171,035	25.5	25.0	0.5
Nationwide WCM Focused Sm Cp R6	1,461,407	4.1	4.3	-0.2
Conestoga Small Cap Instl	1,462,171	4.1	4.3	-0.2
International Equity	7,442,862	20.7	20.5	0.2
Dodge & Cox International Stock Fund	2,572,245	7.1	7.0	0.1
Harding Loevner International Equity Port Cl Z	2,537,104	7.0	7.0	0.0
PIMCO RAE Emerging Markets I	1,177,841	3.3	3.3	0.0
GQG Partners Emerging Markets Equity R6	1,155,672	3.2	3.3	0.0
Real Assets	1,772,334	4.9	5.0	-0.1
DWS RREEF Real Assets Fund R6	1,772,334	4.9	5.0	-0.1



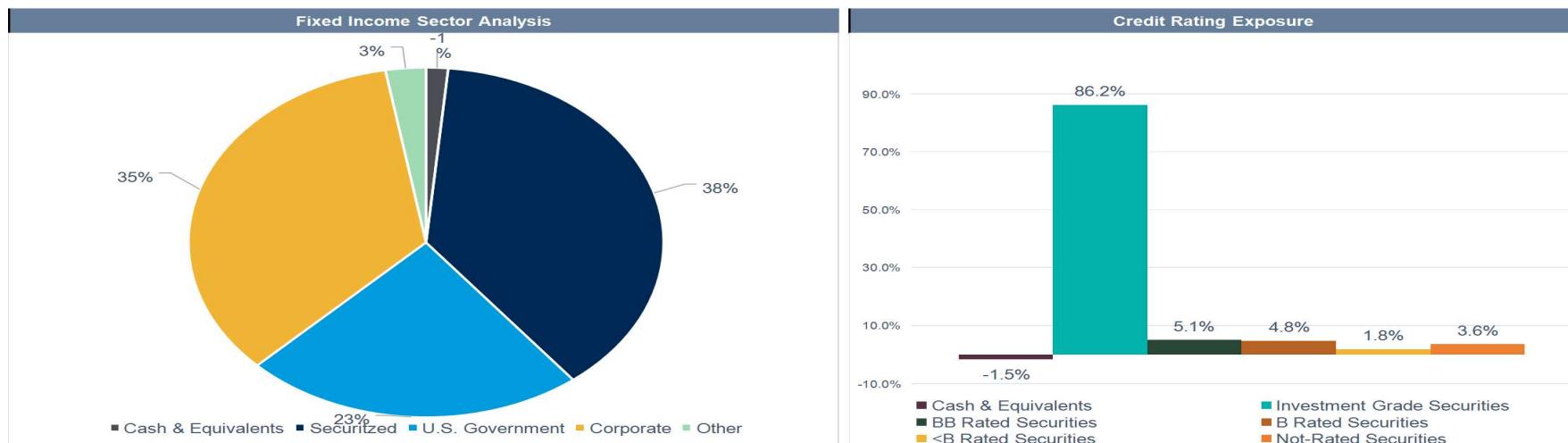
Fixed Income Asset Class Summary

Town of East Lyme

As of December 31, 2025

Manager Characteristics						
Fund	Current Portfolio Allocation	Current Fixed Income Allocation	Yield	Duration (Years)	Average Credit Quality	Portfolio Data Date
Baird Aggregate Bond Fund Class Institutional	13.2%	33.7%	4.5%	6.0	A	11/30/2025
Harbor Core Bond Retirement - IR&M	13.2%	33.7%	4.6%	6.0	A	9/30/2025
BlackRock Strategic Income Opportunities Fund K	10.3%	26.3%	5.8%	4.2	BB	10/31/2025
Artisan High Income Fund I	2.5%	6.4%	7.6%	2.2	B	9/30/2025
Fixed Income	39.1%	100.0%	5.1%	5.3		

Holdings Overview						
Fund	Cash & Equivalents	Investment Grade Securities	BB Rated Securities	B Rated Securities	<B Rated Securities	Not-Rated Securities
Baird Aggregate Bond Fund Class Institutional	2.1%	97.6%	0.3%	0.0%	0.0%	0.0%
Harbor Core Bond Retirement - IR&M	0.7%	99.3%	0.0%	0.0%	0.0%	0.0%
BlackRock Strategic Income Opportunities Fund K	-11.3%	76.4%	12.4%	7.6%	2.4%	12.5%
Artisan High Income Fund I	8.0%	-3.9%	27.2%	44.2%	19.1%	5.4%
Fixed Income	-1.5%	86.2%	5.1%	4.8%	1.8%	3.6%



Important Disclosure Information:

Holding characteristics are sourced from Morningstar Direct and manager provided data. Mutual fund data is as of the most recent submission to Morningstar.

Negative weightings may result from specific circumstances (including timing differences between trade and settle dates of securities purchased by the funds) and/or the use of certain financial instruments, including derivatives, which may be used to gain or reduce market exposure and/or risk management.

Past performance may not be indicative of future results. Account information has been compiled solely by Fiducient Advisors has not been independently verified, and does not reflect the impact of taxes on non-qualified accounts. In preparing this report, Fiducient Advisors has relied upon information provided by third party sources. A copy of our current written disclosure statement discussing our advisory services and fees continues to remain available for your review upon request. Historical performance results for investment indices and/or categories have been provided for general comparison purposes only, and generally do not reflect the deduction of transaction and/or custodial charges, the deduction of an investment management fee, nor the impact of taxes, the incurrence of which would have the effect of decreasing historical performance results. It should not be assumed that your account holdings correspond directly to any comparative indices.



Performance Overview

Town of East Lyme

As of December 31, 2025

Trailing Performance Summary

	Current Quarter	1 Year	3 Years	5 Years	7 Years	10 Years	Fiducient Inception Apr-2022	Jun-2014 To Dec-2025
Town of East Lyme	2.1	13.2	12.5	6.0	8.3	7.4	6.9	6.3
<i>Town of East Lyme Benchmark</i>	2.4	15.9	12.7	-	-	-	6.8	-

Calendar Year Performance Summary

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Town of East Lyme	8.9	15.4	-16.3	12.3	9.9	19.3	-5.7	15.0	7.5	-0.5
<i>Town of East Lyme Benchmark</i>	9.2	13.3	-	-	-	-	-	-	-	-

Plan Reconciliation

	QTR	1 Year	3 Years	5 Years	Since Inception	Inception Date
Town of East Lyme						06/2014
Beginning Market Value	34,563,347	32,513,532	26,900,935	28,877,074	15,340,695	
Net Contributions	701,762	-688,910	-1,805,916	-2,059,402	1,864,500	
Gain/Loss	726,480	4,166,967	10,896,570	9,173,918	18,786,394	
Ending Market Value	35,991,589	35,991,589	35,991,589	35,991,589	35,991,589	

Benchmark Composition

	Weight (%)
Mar-2025	
90 Day U.S. Treasury Bill	1.0
Blmbg. U.S. Aggregate	37.5
Blmbg. U.S. Corp: High Yield	2.5
S&P 500	25.0
Russell 2000 Index	8.5
MSCI AC World ex USA (Net)	14.0
MSCI Emerging Markets (Net)	6.5
DWS Real Assets Benchmark	5.0

Performance and cash flows data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees.



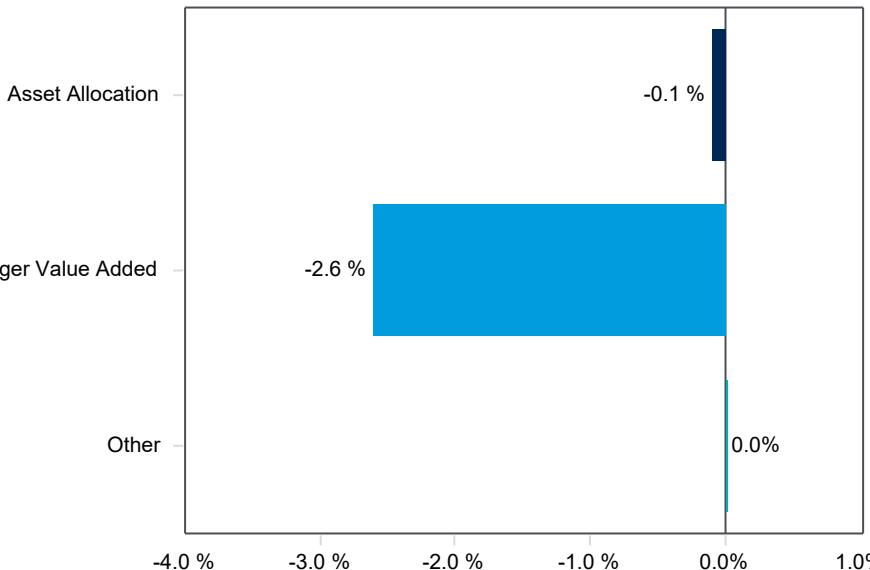
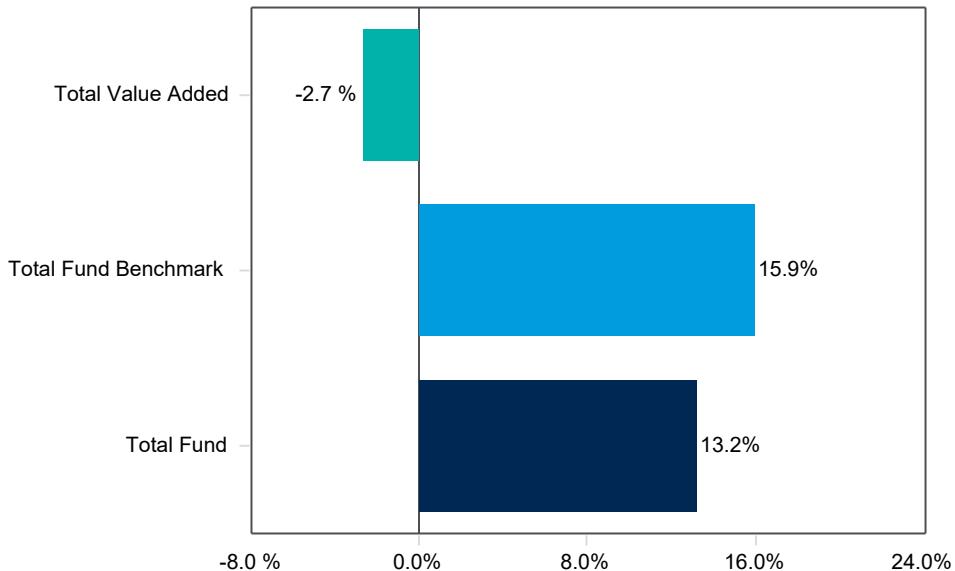
Performance Attribution

Town of East Lyme vs. Town of East Lyme Benchmark

1 Year Ending December 31, 2025

Total Fund Performance

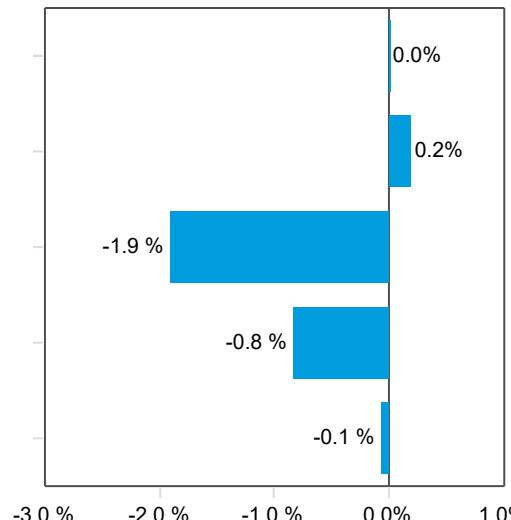
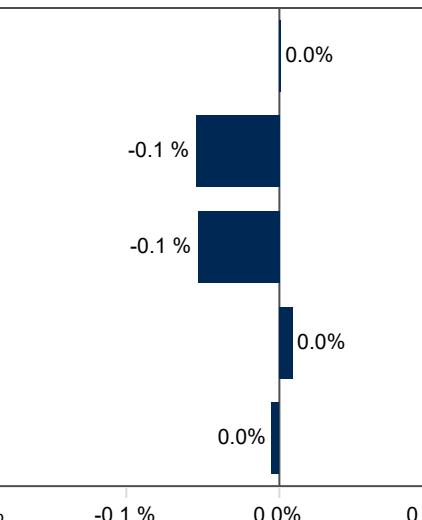
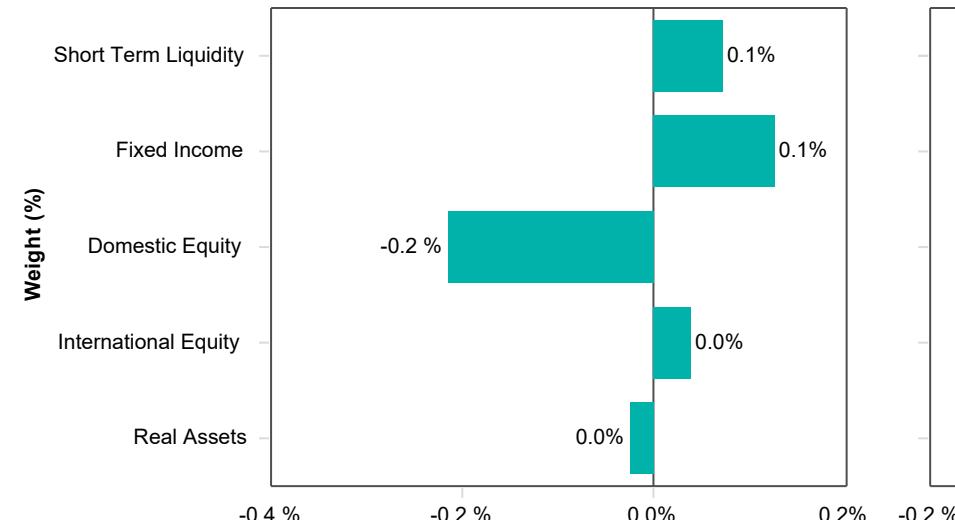
Total Value Added: -2.7 %



Total Asset Allocation: -0.1 %

Total Manager Value Added: -2.6 %

Weight (%)



Average Active Weight

Asset Allocation Value Added

Manager Value Added

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees.

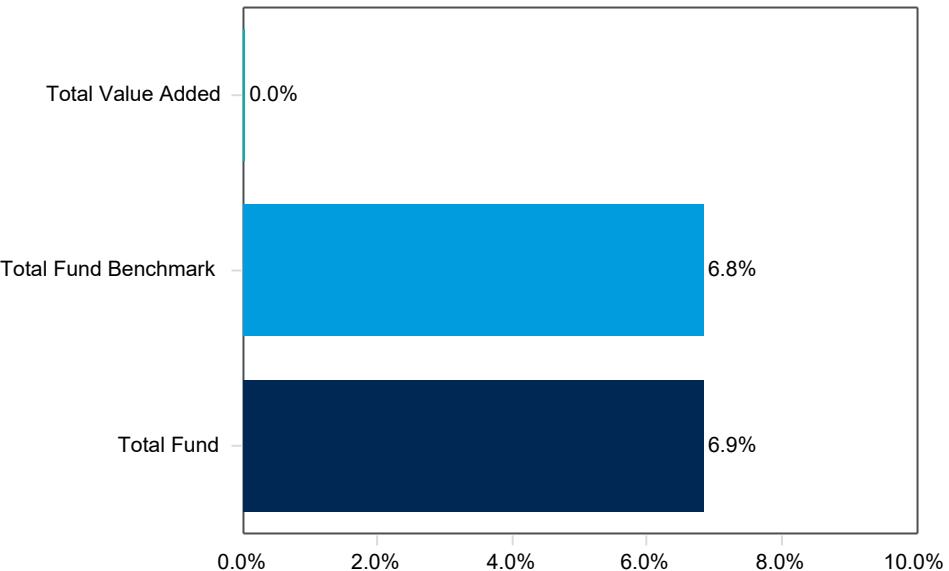


Performance Attribution

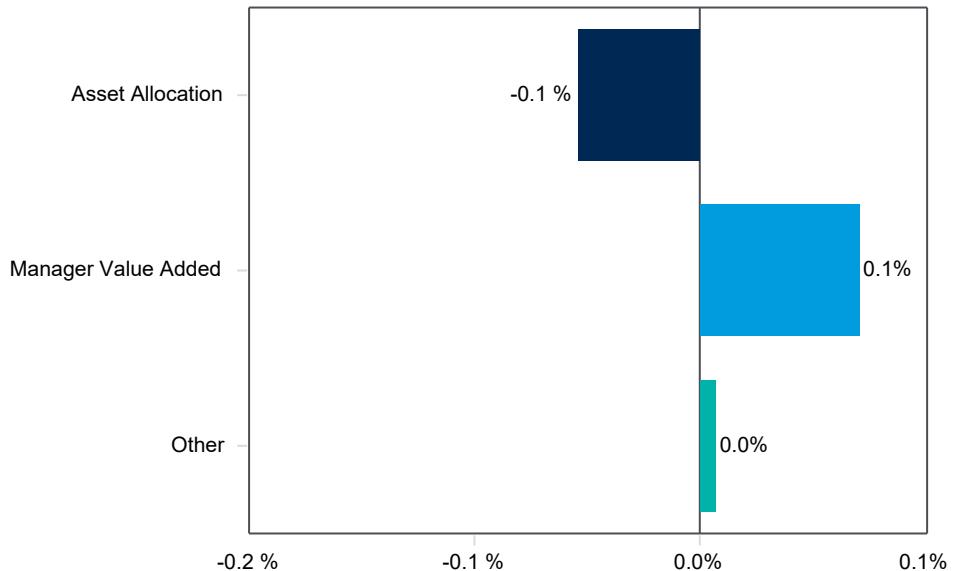
Town of East Lyme vs. Town of East Lyme Benchmark

April 1, 2022 To December 31, 2025

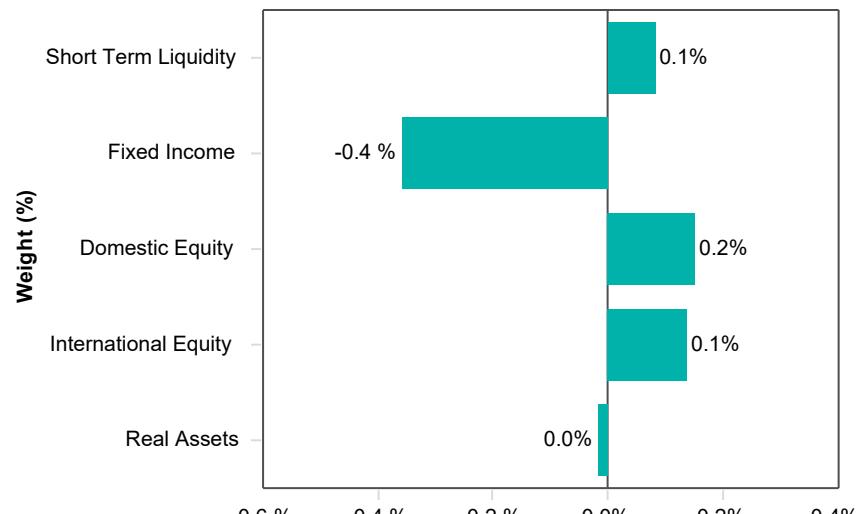
Total Fund Performance



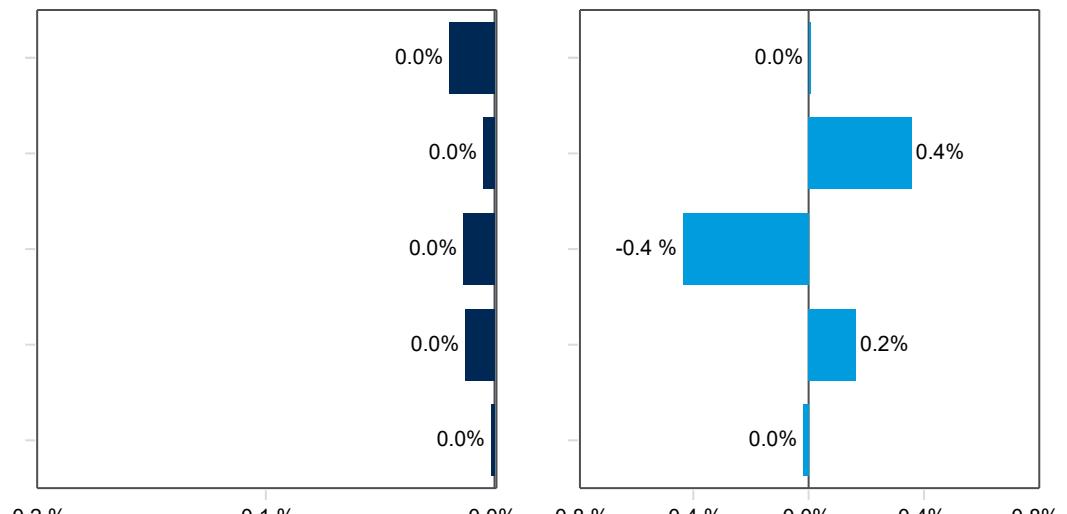
Total Value Added:0.0%



Total Asset Allocation:-0.1 %



Total Manager Value Added:0.1%



█ Average Active Weight

█ Asset Allocation Value Added

█ Manager Value Added

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees.



Manager Status Commentary

Town of East Lyme

As of December 31, 2025

Manager	Recommendation	Comments
Fixed Income		
Baird Aggregate Bond Fund Class Institutional	Maintain	
Harbor Core Bond Retirement - IR&M	Maintain	
BlackRock Strategic Income Opportunities Fund K	Maintain	
Artisan High Income Fund I	Maintain	
Domestic Equity		
Vanguard Institutional Index Fund Instl	Maintain	
Nationwide WCM Focused Sm Cp R6	Terminate 4Q 2025	Effective mid-to-late February 2026, Renaissance Capital Management will be replacing WCM as the sub-adviser for the Nationwide WCM Focused Small Cap Fund. In addition, the funds benchmark will change from the Russell 2000 Index to the Russell 2000 Growth Index and the fund will be renamed the Nationwide Renaissance Small Cap Growth Fund. The Fund was place on terminate as a result of the subadvisor change.
Conestoga Small Cap Instl	Watch 3Q 2025	Conestoga Small Cap was placed on Watch in October 2025 due to concerns surrounding the teams approach to risk management, depth of fundamental work in re-underwriting process, as well as limiting confirmation bias in decisions which all require additional diligence. The strategy has significantly underperformed YTD lagging the Russell 2000 Growth by -20.7% through 9/30. While part of the underperformance is understandable given the market environment, mistakes in stock selection lead to further questions in their process. The upcoming portfolio manager change at the end of 2025 is also a catalyst for the Watch status.
International Equity		
Dodge & Cox International Stock Fund	Maintain	
Harding Loevner International Equity Port Cl Z	Watch 2Q 2025	We recently learned that Ferrill Roll, co-Portfolio Manager and CIO, has relinquished some of his managerial responsibilities at the firm. This includes oversight over portfolio managers and the Director of Research, as well as risk oversight over portfolios outside of International Equity. We feel that this may be an early indicator/preparation of Mr. Roll's retirement (though Harding Loevner has made no such claims). In addition, there has been some turnover within the analyst team, specifically within the technology sector. For these reasons we have moved the strategy to a "Watch" status and will continue to monitor these developments going forward.
PIMCO RAE Emerging Markets I	Discuss 4Q 2025	The PIMCO RAE Emerging Markets strategy will continue on Discuss for another quarter after Chris Brightman returned from medical leave and transitioned to a new role as Senior Advisor, focusing on research. He will no longer be involved in the day-to-day management of the RAE strategies but will remain involved with the team's ongoing research efforts, and has transitioned his portfolio management responsibilities to Jim Masturzo, who will co-manage the Research Affiliates RAE suite of strategies alongside long-time portfolio manager Rob Arnott.
GQG Partners Emerging Markets Equity R6	Maintain	
Real Assets		
DWS RREEF Real Assets Fund R6	Maintain	

Commentary produced upon change of status.

Subject: Nationwide WCM Focused Small Cap Fund – Subadvisor Change

Previous Status: Maintain

Current Status: Terminate

Effective Date: Q4 2025

Overview

Effective mid-to-late February, Nationwide is implementing a subadvisor change to the Nationwide WCM Focused Small Cap Fund. WCM will be removed as subadvisor and replaced by Renaissance Investment Management on or about February 16, 2026. The Fund will be renamed to: Nationwide Renaissance Small Cap Growth Fund and the performance benchmark will change from the Russell 2000 Value Index to the Russell 2000 Growth Index.

Recommendation

WCM has served as subadvisor to the Fund since November 2017; however, a recent period of underperformance was likely a key driver behind Nationwide's decision to make a change. In 2025, the Nationwide WCM Focused Small Cap Fund lagged the Russell 2000 Value Index by more than 1,800 basis points, largely due to the significant low-quality headwinds that challenged many active small-cap value managers during the year. As a result of the upcoming subadvisor change and complete shift in strategy style, we have placed the Nationwide WCM Focused Small Cap mutual fund on "Terminate".

Please reach out to your consultant if you have any questions.

This report is intended for the exclusive use of clients or prospective clients (the "recipient") of Fiducient Advisors and the information contained herein is confidential and the dissemination or distribution to any other person without the prior approval of Fiducient Advisors is strictly prohibited.

Information has been obtained from sources believed to be reliable, though not independently verified. Any forecasts are hypothetical and represent future expectations and not actual return volatilities and correlations will differ from forecasts. This report does not represent a specific investment recommendation. The opinions and analysis expressed herein are based on Fiducient Advisor research and professional experience and are expressed as of the date of this report. Please consult with your advisor, attorney and accountant, as appropriate, regarding specific advice. Past performance does not indicate future performance and there is risk of loss.

FLASH Memo

Subject: Conestoga Small/SMID Cap – Performance Concerns/PM Turnover

Previous Status: Maintain

Current Status: Watch

Effective Date: Q3 2025

Overview

The Conestoga Small Cap and SMID Cap strategies have faced significant performance challenges in 2025. It has been a challenging environment for many small cap growth managers with only 22% of actively managed peers beating their benchmark year-to-date through September 30, 2025. Index level performance has largely been driven by the outperformance of low-quality stocks, including highly shorted, unprofitable, and low-price companies. Based on our previous diligence, we acknowledge that the current market environment has been a noteworthy headwind for Conestoga's high-quality approach to growth investing and would not have expected Conestoga's investing style to outperform in this market environment. However, poor performance in 2025 comes on the heels of challenging results in 2024 which has impacted the strategies longer term track record. Further diligence, including recent interactions with the investment team, suggest that stock selection issues have had a material impact on performance. Concerns have also arisen regarding the strategies risk management process given the magnitude of recent underperformance.

Also, as previously communicated, Joe Monahan will relinquish his co-portfolio manager duties for the Small Cap Strategy at the end of 2025 and will remain an analyst until his retirement in mid-2026. Derek Johnston, currently co-portfolio manager on the SMID Cap strategy, will also co-manage the Small Cap strategy with remaining co-portfolio manager Bob Mitchell. Mr. Mitchell is a co-founder, CIO, and managing partner of Conestoga, managing the Small Cap strategy since inception. Mr. Johnston joined Conestoga in 2015 and has served as co-portfolio manager on the SMID Cap strategy since 2016.

Recommendation

Even within the context of the market environment, performance for the strategy has fallen outside of expectations. This, combined with upcoming portfolio manager shifts, warrants deeper diligence on the future

This report is intended for the exclusive use of clients or prospective clients (the "recipient") of Fiducient Advisors and the information contained herein is confidential and the dissemination or distribution to any other person without the prior approval of Fiducient Advisors is strictly prohibited. Information has been obtained from sources believed to be reliable, though not independently verified. Any forecasts are hypothetical and represent future expectations and not actual return volatilities and correlations will differ from forecasts. This report does not represent a specific investment recommendation. The opinions and analysis expressed herein are based on Fiducient Advisor research and professional experience and are expressed as of the date of this report. Please consult with your advisor, attorney and accountant, as appropriate, regarding specific advice. Past performance does not indicate future performance and there is risk of loss.

efficacy of the investment process including stock selection, portfolio construction and risk management. Given concerns, we have placed the Conestoga Small Cap and SMID Cap strategies on Watch status.

If you have any questions, please contact your investment consultant.

FLASH Memo – PIMCO RAE & All Asset



Subject: PIMCO RAE & All Asset – Chris Brightman’s Return from Medical Leave

Previous Status: Discuss

Current Status: Discuss

Effective Date: Q1 2026

Overview

Chris Brightman returned from medical leave and immediately transitioned to a new role as Senior Advisor, focusing on research, while continuing as an active member of Research Affiliates’ Board of Directors. He will no longer be involved in the day-to-day management of the strategies but will remain involved with the team’s ongoing research efforts, and has transitioned his portfolio management responsibilities to Jim Masturzo, who will co-manage the Research Affiliates RAE suite of strategies alongside long-time portfolio manager Rob Arnott. While Mr. Brightman was out on medical leave, it became clear to him that he is most passionate about conducting research to optimize the quantitative model. His new role as a senior advisor will enable Mr. Brightman to focus his attention exclusively on research and in this capacity, he will remain involved in the investment process.

Mr. Brightman joined the firm in 2010, became CIO in 2014, and CEO in 2021. Effective November 20, Katy Sherrerd, Vice Chair and Interim CEO, will become CEO, and Jim Masturzo, Partner and Interim CIO, will assume the role of CIO. Ms. Sherrerd joined Research Affiliates in 2006 and previously served as CEO from 2018 to 2021. Mr. Masturzo joined in 2013, became CIO of Multi-Asset Strategies in 2018, and also leads the Research Team.

Recommendation

Ms. Sherrerd and Mr. Masturzo stepped up seamlessly during Mr. Brightman’s leave of absence and will continue to be supported by Research Affiliates’ Management Committee and a strong team of investment professionals. Rob Arnott, Founder and Chairman, remains actively engaged in the firm’s research efforts and investment process. Additionally, Que Nguyen, Partner and CIO of Equity Strategies, will continue to lead the firm’s equity research. Importantly, we do not anticipate any changes to the overall investment philosophy and process as a result of these leadership transitions. We are leaving the PIMCO RAE US, PIMCO RAE US Small, PIMCO RAE Emerging Markets and PIMCO RAE All Asset on “Discuss” and recommend taking no action at this time.



Manager Performance

Town of East Lyme

As of December 31, 2025

	Allocation		Performance(%)						Manager Status		
	Market Value (\$)	%	QTR	1 Year	3 Years	5 Years	10 Years	Fiducient Inception Apr-2022	Since Inception	Inception Date	
Town of East Lyme	35,991,589	100.0	2.1	13.2	12.5	6.0	7.4	6.9	6.3	06/2014	
Town of East Lyme Benchmark			2.4	15.9	12.7	-	-	6.8	-		
Short Term Liquidity	603,305	1.7	1.0	4.2	4.7	-	-	4.1	4.1	04/2022	
90 Day U.S. Treasury Bill			1.0	4.2	4.8	3.2	2.2	4.2	4.2		
First American Government Fund	603,305	1.7	1.0	4.2	4.7	-	-	4.1	4.1	04/2022	
Fixed Income	14,078,475	39.1	1.1	7.8	5.8	-	-	2.6	2.6	04/2022	
Fixed Income Benchmark			1.1	7.3	5.0	-	-	1.7	1.7		
Baird Aggregate Bond Fund Class Institutional	4,742,810	13.2	1.0	7.4	5.2	-0.1	2.4	2.0	2.0	04/2022	Maintain
Bloomberg U.S. Aggregate			1.1	7.3	4.7	-0.4	2.0	1.6	1.6		
Intermediate Core Bond Median			1.0	7.1	4.7	-0.4	2.0	1.5	1.5		
Baird Aggregate Bond Fund Class Institutional Rank			41	31	19	26	14	18	18		
Harbor Core Bond Retirement - IR&M	4,737,503	13.2	0.9	7.1	4.8	-0.3	-	1.6	5.6	03/2024	Maintain
Bloomberg U.S. Aggregate			1.1	7.3	4.7	-0.4	2.0	1.6	5.6		
Intermediate Core Bond Median			1.0	7.1	4.7	-0.4	2.0	1.5	5.5		
Harbor Core Bond Retirement - IR&M Rank			70	54	38	43	-	38	47		
BlackRock Strategic Income Opportunities Fund K	3,701,816	10.3	1.6	8.7	7.1	3.3	3.9	4.9	4.9	04/2022	Maintain
Bloomberg U.S. Aggregate			1.1	7.3	4.7	-0.4	2.0	1.6	1.6		
Nontraditional Bond Median			1.2	6.4	6.5	3.0	3.4	4.4	4.4		
BlackRock Strategic Income Opportunities Fund K Rank			20	18	33	40	28	35	35		
Artisan High Income Fund I	896,345	2.5	1.1	8.4	10.9	5.6	7.4	6.2	6.2	04/2022	Maintain
Bloomberg U.S. Corp: High Yield			1.3	8.6	10.1	4.5	6.5	6.0	6.0		
High Yield Bond Median			1.3	8.1	9.2	4.1	5.5	5.4	5.4		
Artisan High Income Fund I Rank			77	38	3	7	3	14	14		

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Manager Performance

Town of East Lyme

As of December 31, 2025

	Allocation					Performance(%)					Manager Status
	Market Value (\$)	%	QTR	1 Year	3 Years	5 Years	10 Years	Fiducient Inception Apr-2022	Since Inception	Inception Date	
Domestic Equity	12,094,613	33.6	1.8	11.3	19.1	-	-	10.6	10.6	04/2022	
Domestic Equity Benchmark			2.5	16.9	21.0	-	-	11.8	11.8		
Vanguard Institutional Index Fund Instl	9,171,035	25.5	2.6	17.8	23.0	14.4	14.8	13.3	13.3	04/2022	Maintain
S&P 500			2.7	17.9	23.0	14.4	14.8	13.3	13.3		
Large Blend Median			2.4	16.4	21.5	13.1	13.6	12.3	12.3		
Vanguard Institutional Index Fund Instl Rank			34	25	24	20	11	25	25		
Nationwide WCM Focused Sm Cp R6	1,461,407	4.1	-0.1	-5.7	7.0	4.5	7.7	3.0	3.0	04/2022	Terminate
Russell 2000 Value Index			3.3	12.6	11.7	8.9	9.3	5.5	5.5		
Small Blend Median			1.9	8.2	11.9	7.2	9.3	6.0	6.0		
Nationwide WCM Focused Sm Cp R6 Rank			85	98	95	89	89	88	88		
Conestoga Small Cap Instl	1,462,171	4.1	-2.0	-10.9	5.9	-0.1	9.2	0.2	0.2	04/2022	Watch
Russell 2000 Growth Index			1.2	13.0	15.6	3.2	9.6	7.3	7.3		
Small Growth Median			1.9	8.9	12.6	2.7	10.1	4.6	4.6		
Conestoga Small Cap Instl Rank			89	99	96	76	70	92	92		
International Equity	7,442,862	20.7	4.6	28.3	16.6	-	-	10.3	10.3	04/2022	
International Equity Benchmark			5.0	32.8	17.1	-	-	9.7	9.7		
Dodge & Cox International Stock Fund	2,572,245	7.1	5.2	38.7	18.9	11.7	9.1	12.9	12.9	04/2022	Maintain
MSCI AC World ex USA Value (Net)			7.6	39.5	20.2	11.9	8.7	13.1	13.1		
Foreign Large Value Median			6.6	38.9	19.7	11.4	8.3	13.2	13.2		
Dodge & Cox International Stock Fund Rank			74	53	62	45	31	58	58		
Harding Loevner International Equity Port Cl Z	2,537,104	7.0	3.8	27.7	14.2	5.3	8.7	8.0	8.0	04/2022	Watch
MSCI AC World ex USA Growth (Net)			2.6	25.7	14.6	4.0	7.9	7.2	7.2		
Foreign Large Growth Median			1.4	19.8	13.8	3.7	7.7	6.6	6.6		
Harding Loevner International Equity Port Cl Z Rank			15	18	47	33	26	38	38		

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Manager Performance

Town of East Lyme

As of December 31, 2025

	Allocation				Performance(%)					Manager Status
	Market Value (\$)	%	QTR	1 Year	3 Years	5 Years	10 Years	Fiducient Inception Apr-2022	Since Inception	
PIMCO RAE Emerging Markets I	1,177,841	3.3	6.2	26.0	18.3	11.4	11.4	12.2	12.2	04/2022
<i>MSCI Emerging Markets Value (Net)</i>			6.4	32.7	16.6	6.8	8.0	9.0	9.0	
Diversified Emerging Mkts Median			4.5	31.8	16.0	3.9	8.0	8.2	8.2	
PIMCO RAE Emerging Markets I Rank			20	80	20	2	3	6	6	
GQG Partners Emerging Markets Equity R6	1,155,672	3.2	3.6	9.9	14.6	3.0	-	7.1	7.1	04/2022
<i>MSCI Emerging Markets Growth (Net)</i>			3.3	34.3	16.2	1.8	8.8	7.9	7.9	
Diversified Emerging Mkts Median			4.5	31.8	16.0	3.9	8.0	8.2	8.2	
GQG Partners Emerging Markets Equity R6 Rank			73	98	73	61	-	69	69	
Real Assets	1,772,334	4.9	2.0	13.2	7.0	-	-	1.6	1.6	04/2022
<i>DWS Real Assets Benchmark</i>			1.7	14.5	7.1	6.8	6.3	2.0	2.0	
DWS RREEF Real Assets Fund R6	1,772,334	4.9	2.0	13.2	7.0	6.5	7.1	1.6	1.6	04/2022
<i>DWS Real Assets Benchmark</i>			1.7	14.5	7.1	6.8	6.3	2.0	2.0	

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Calendar Year Performance

Town of East Lyme

As of December 31, 2025

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Town of East Lyme	8.9	15.4	-16.3	12.3	9.9	19.3	-5.7	15.0	7.5	-0.5
Town of East Lyme Benchmark	9.2	13.3	-	-	-	-	-	-	-	-
Short Term Liquidity	5.1	4.8	-	-	-	-	-	-	-	-
90 Day U.S. Treasury Bill	5.3	5.0	1.5	0.0	0.7	2.3	1.9	0.9	0.3	0.0
First American Government Fund	5.1	4.8	-	-	-	-	-	-	-	-
Fixed Income	2.2	7.6	-	-	-	-	-	-	-	-
Fixed Income Benchmark	1.5	6.1	-	-	-	-	-	-	-	-
Baird Aggregate Bond Fund Class Institutional	1.9	6.4	-13.4	-1.5	8.6	9.5	-0.3	4.2	3.5	0.6
Bloomberg U.S. Aggregate	1.3	5.5	-13.0	-1.5	7.5	8.7	0.0	3.5	2.6	0.5
Intermediate Core Bond Median	1.5	5.6	-13.4	-1.6	7.9	8.5	-0.4	3.5	2.6	0.2
Baird Aggregate Bond Fund Class Institutional Rank	30	15	45	46	31	15	42	17	20	22
Harbor Core Bond Retirement - IR&M	1.6	5.8	-13.3	-1.6	9.1	8.8	-	-	-	-
Bloomberg U.S. Aggregate	1.3	5.5	-13.0	-1.5	7.5	8.7	0.0	3.5	2.6	0.5
Intermediate Core Bond Median	1.5	5.6	-13.4	-1.6	7.9	8.5	-0.4	3.5	2.6	0.2
Harbor Core Bond Retirement - IR&M Rank	40	38	41	51	22	34	-	-	-	-
BlackRock Strategic Income Opportunities Fund K	5.4	7.4	-5.6	1.1	7.3	7.8	-0.5	5.0	3.7	-0.3
Bloomberg U.S. Aggregate	1.3	5.5	-13.0	-1.5	7.5	8.7	0.0	3.5	2.6	0.5
Nontraditional Bond Median	5.9	7.1	-5.7	0.9	4.2	6.1	-0.9	3.8	4.6	-1.4
BlackRock Strategic Income Opportunities Fund K Rank	61	44	49	49	22	27	45	32	68	29
Artisan High Income Fund I	8.5	16.0	-9.5	6.4	10.2	14.2	-1.4	8.9	14.5	1.2
Bloomberg U.S. Corp: High Yield	8.2	13.4	-11.2	5.3	7.1	14.3	-2.1	7.5	17.1	-4.5
High Yield Bond Median	7.7	12.1	-10.7	4.8	5.2	13.5	-2.9	6.6	13.6	-3.7
Artisan High Income Fund I Rank	24	2	30	16	3	37	18	8	36	4

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Calendar Year Performance

Town of East Lyme

As of December 31, 2025

	Performance(%)									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Domestic Equity	20.9	25.5	-	-	-	-	-	-	-	-
Domestic Equity Benchmark	22.1	24.0	-	-	-	-	-	-	-	-
Vanguard Institutional Index Fund Instl	25.0	26.2	-18.1	28.7	18.4	31.5	-4.4	21.8	11.9	1.4
S&P 500	25.0	26.3	-18.1	28.7	18.4	31.5	-4.4	21.8	12.0	1.4
Large Blend Median	23.2	24.6	-18.2	26.6	17.5	30.0	-5.6	21.2	10.3	0.1
Vanguard Institutional Index Fund Instl Rank	26	27	50	22	40	25	25	35	26	26
Nationwide WCM Focused Sm Cp R6	5.5	23.3	-14.7	19.2	1.3	29.0	-8.5	14.0	23.5	-4.6
Russell 2000 Value Index	8.1	14.6	-14.5	28.3	4.6	22.4	-12.9	7.8	31.7	-7.5
Small Blend Median	11.0	16.4	-16.8	22.7	12.8	24.7	-12.0	13.2	20.5	-4.2
Nationwide WCM Focused Sm Cp R6 Rank	90	6	26	72	91	14	13	42	27	57
Conestoga Small Cap Instl	9.0	22.4	-28.1	16.4	30.6	25.4	0.8	28.7	14.3	8.3
Russell 2000 Growth Index	15.2	18.7	-26.4	2.8	34.6	28.5	-9.3	22.2	11.3	-1.4
Small Growth Median	13.8	16.4	-28.3	9.3	37.8	28.5	-5.1	22.1	9.9	-2.2
Conestoga Small Cap Instl Rank	85	11	49	22	69	67	15	16	23	1
International Equity	3.9	19.0	-	-	-	-	-	-	-	-
International Equity Benchmark	6.3	13.9	-	-	-	-	-	-	-	-
Dodge & Cox International Stock Fund	3.8	16.7	-6.8	11.0	2.1	22.8	-18.0	23.9	8.3	-11.4
MSCI AC World ex USA Value (Net)	6.0	17.3	-8.6	10.5	-0.8	15.7	-14.0	22.7	8.9	-10.1
Foreign Large Value Median	4.6	17.8	-9.9	11.8	2.3	18.5	-16.3	23.0	2.0	-3.1
Dodge & Cox International Stock Fund Rank	57	61	26	57	53	14	75	44	16	93
Harding Loevner International Equity Port Cl Z	1.4	15.1	-20.2	8.6	20.4	25.4	-13.9	30.0	5.3	-1.6
MSCI AC World ex USA Growth (Net)	5.1	14.0	-23.1	5.1	22.2	27.3	-14.4	32.0	0.1	-1.3
Foreign Large Growth Median	4.8	16.1	-25.2	8.8	22.2	28.1	-14.4	30.9	-2.5	0.5
Harding Loevner International Equity Port Cl Z Rank	73	67	21	51	60	86	47	59	4	81

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Calendar Year Performance

Town of East Lyme

As of December 31, 2025

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	Performance(%)
PIMCO RAE Emerging Markets I	7.0	22.7	-10.4	15.9	0.9	13.7	-12.7	29.3	32.5	-	
MSCI Emerging Markets Value (Net)	4.5	14.2	-15.8	4.0	5.5	12.0	-10.7	28.1	14.9	-18.6	
Diversified Emerging Mkts Median	6.3	11.0	-22.5	-1.3	17.8	20.5	-16.4	35.4	8.4	-13.6	
PIMCO RAE Emerging Markets I Rank	42	5	2	4	96	86	16	76	1	-	
GQG Partners Emerging Markets Equity R6	6.2	28.8	-20.9	-2.4	34.0	21.1	-14.7	32.0	-	-	
MSCI Emerging Markets Growth (Net)	10.3	5.8	-24.0	-8.4	31.3	25.1	-18.3	46.8	7.6	-11.3	
Diversified Emerging Mkts Median	6.3	11.0	-22.5	-1.3	17.8	20.5	-16.4	35.4	8.4	-13.6	
GQG Partners Emerging Markets Equity R6 Rank	51	1	36	57	11	48	33	66	-	-	
Real Assets	5.6	2.6	-	-	-	-	-	-	-	-	
DWS Real Assets Benchmark	3.0	4.2	-7.5	22.3	-3.7	19.7	-7.7	11.6	12.0	-12.2	
DWS RREEF Real Assets Fund R6	5.6	2.6	-9.6	23.9	3.9	21.8	-5.1	15.0	4.4	-9.5	
DWS Real Assets Benchmark	3.0	4.2	-7.5	22.3	-3.7	19.7	-7.7	11.6	12.0	-12.2	

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiducient Advisors relationship performance begins 04/01/2022. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Funds may include returns of an equivalent share class with a longer return history if period includes dates prior to the fund's inception. Returns are net of fees unless otherwise stated. The fund's inception date represents the first month the client made the investment. Composite performance includes all funds held in the composite since inception. Inception dates for asset class composites reflect the start date at which these returns could be calculated using historical and existing system capabilities and may vary from the inception dates of underlying component strategies. Fund level peer groups changed from Lipper to Morningstar effective 09/30/2025. As a result of this change, the peer rankings of funds may differ.



Investment Gain/Loss Summary

Town of East Lyme

1 Quarter Ending December 31, 2025

	Market Value as of 10/01/2025	Net Contributions	Gain/Loss	Market Value As of 12/31/2025
Town of East Lyme	34,563,347	701,762	726,480	35,991,589
Short Term Liquidity	488,221	111,762	3,322	603,305
First American Government Fund	488,221	111,762	3,322	603,305
Fixed Income	13,692,518	230,000	155,956	14,078,475
Baird Aggregate Bond Fund Class Institutional	4,620,898	75,000	46,913	4,742,810
Harbor Core Bond Retirement - IR&M	4,615,482	80,000	42,021	4,737,503
BlackRock Strategic Income Opportunities Fund K	3,569,678	75,000	57,138	3,701,816
Artisan High Income Fund I	886,461	-	9,885	896,345
Domestic Equity	11,594,880	295,000	204,733	12,094,613
Vanguard Institutional Index Fund Instl	8,934,713	-	236,322	9,171,035
Nationwide WCM Focused Sm Cp R6	1,344,205	120,000	-2,798	1,461,407
Conestoga Small Cap Instl	1,315,962	175,000	-28,791	1,462,171
International Equity	7,079,703	35,000	328,159	7,442,862
Dodge & Cox International Stock Fund	2,445,254	-	126,991	2,572,245
Harding Loevner International Equity Port Cl Z	2,444,482	-	92,621	2,537,104
PIMCO RAE Emerging Markets I	1,108,579	-	69,262	1,177,841
GQG Partners Emerging Markets Equity R6	1,081,387	35,000	39,285	1,155,672
Real Assets	1,708,025	30,000	34,309	1,772,334
DWS RREEF Real Assets Fund R6	1,708,025	30,000	34,309	1,772,334

Client portfolio performance is presented net of underlying investment manager fees but gross of Fiducient Advisors' fees. Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian.



Portfolio Statistics

Town of East Lyme

As of December 31, 2025

	QTR	1 Year	3 Years	5 Years	10 Years	Fiduciary Inception Apr-2022	Since Inception	Inception Date
Return	2.1	13.2	12.5	6.0	7.4	6.9	6.3	06/2014
Standard Deviation	0.3	4.2	8.5	15.1	12.7	10.7	12.2	
Upside Risk	0.7	1.5	8.1	12.2	10.2	8.4	9.7	
Downside Risk	0.0	1.7	4.2	9.2	7.9	6.9	7.6	
vs. Town of East Lyme Benchmark								
Alpha	0.3	-0.3	0.1	-	-	0.2	-	
Beta	0.4	0.9	1.0	-	-	1.0	-	
Information Ratio	-0.3	-2.2	-0.3	-	-	0.0	-	
Tracking Error	0.3	1.1	1.0	-	-	1.0	-	
vs. 90 Day U.S. Treasury Bill								
Sharpe Ratio	1.4	2.0	0.9	0.3	0.5	0.3	0.4	

Calculation based on monthly periodicity. Performance data prior to 10/1/2021 was provided by prior consultant and was then linked with prior custodian statements through March 2022. Fiduciary Advisors relationship performance begins 04/01/2022. Client portfolio performance is presented net of underlying investment manager fees but gross of Fiduciary Advisors' fees.



Estimated Fee Analysis

Town of East Lyme

As of December 31, 2025

	Market Value (\$)	Estimated Annual Fee (\$)	Estimated Annual Fee (%)	Universe Median Expense Ratio (%)
Town of East Lyme	35,991,589	154,324	0.43	-
Short Term Liquidity	603,305	-	-	-
First American Government Fund	603,305	-	-	-
Fixed Income	14,078,475	55,861	0.40	-
Baird Aggregate Bond Fund Class Institutional	4,742,810	14,228	0.30	0.53
Harbor Core Bond Retirement - IR&M	4,737,503	12,318	0.26	0.53
BlackRock Strategic Income Opportunities Fund K	3,701,816	22,951	0.62	1.19
Artisan High Income Fund I	896,345	6,364	0.71	0.81
Domestic Equity	12,094,613	28,061	0.23	-
Vanguard Institutional Index Fund Instl	9,171,035	3,210	0.04	0.75
Nationwide WCM Focused Sm Cp R6	1,461,407	11,691	0.80	1.09
Conestoga Small Cap Instl	1,462,171	13,160	0.90	1.13
International Equity	7,442,862	54,628	0.73	-
Dodge & Cox International Stock Fund	2,572,245	15,948	0.62	0.92
Harding Loevner International Equity Port Cl Z	2,537,104	18,521	0.73	0.95
PIMCO RAE Emerging Markets I	1,177,841	8,834	0.75	1.12
GQG Partners Emerging Markets Equity R6	1,155,672	11,326	0.98	1.12
Real Assets	1,772,334	15,774	0.89	-
DWS RREEF Real Assets Fund R6	1,772,334	15,774	0.89	-

Estimated Annual Fee (%): The figures on this page have been obtained from sources we deem to be reliable. Fiduciary Advisors has not independently verified this information. Fee calculations for mutual funds represent fees at the net expense level. Fee calculations for commingled funds and/or alternative investments reflect base management fees and exclude underlying fund expenses captured at the NAV level, any applicable performance-based fees, or incentive fees. Fees for fund of funds are shown at the fund of fund level and do not include fees charged by underlying investment managers/funds. Universe Median Net Expense Ratio (%): Mutual fund equivalent universe shown for comparative purposes, where available.



Benchmark History

Town of East Lyme

As of December 31, 2025

Account Name	From Date	To Date	Benchmark
Blended Benchmark	03/2025	Present	1.0% 90 Day U.S. Treasury Bill, 37.5% Blmbg. U.S. Aggregate, 2.5% Blmbg. U.S. Corp: High Yield, 25.0% S&P 500, 8.5% Russell 2000 Index, 14.0% MSCI AC World ex USA (Net), 6.5% MSCI Emerging Markets (Net), 5.0% DWS Real Assets Benchmark
	03/2024	02/2025	1.0% 90 Day U.S. Treasury Bill, 35.0% Blmbg. U.S. Aggregate, 2.5% Blmbg. U.S. Corp: High Yield, 2.5% Blmbg. Global Aggregate, 27.0% S&P 500, 6.5% Russell 2000 Index, 14.0% MSCI AC World ex USA (Net), 6.5% MSCI Emerging Markets (Net), 5.0% DWS Real Assets Benchmark
	04/2022	02/2024	1.0% 90 Day U.S. Treasury Bill, 33.0% Blmbg. U.S. Aggregate, 3.0% Blmbg. U.S. Corp: High Yield, 4.0% Blmbg. Global Aggregate, 23.0% S&P 500, 8.0% Russell 2000 Index, 16.0% MSCI AC World ex USA (Net), 7.0% MSCI Emerging Markets (Net), 5.0% DWS Real Assets Benchmark
Fixed Income	03/2025	Present	93.8% Blmbg. U.S. Aggregate, 6.3% Blmbg. U.S. Corp: High Yield
	03/2024	02/2025	87.5% Blmbg. U.S. Aggregate, 6.3% Blmbg. U.S. Corp: High Yield, 6.3% Blmbg. Global Aggregate
	04/2022	02/2024	82.5% Blmbg. U.S. Aggregate, 7.5% Blmbg. U.S. Corp: High Yield, 10.0% Blmbg. Global Aggregate
Domestic Equity	03/2025	Present	74.6% S&P 500, 25.4% Russell 2000 Index
	03/2024	02/2025	80.6% S&P 500, 19.4% Russell 2000 Index
	04/2022	02/2024	74.2% S&P 500, 25.8% Russell 2000 Index
International Equity	03/2024	Present	68.3% MSCI AC World ex USA (Net), 31.7% MSCI Emerging Markets (Net)
	04/2022	02/2024	69.6% MSCI AC World ex USA (Net), 30.4% MSCI Emerging Markets (Net)

Appendix:
Frontier Engineer[®]
Disclosures

Historical Annualized Total Return

Annualized net returns as of 12/31/2025	Fixed Income	Equity	Real Assets	Alternatives	Past 3 Months (Not Annualized)	1-Year Return	3-Year Return	5-Year Return	7-Year Return	10-Year Return	15-Year Return	20-Year Return	25-Year Return	30-Year Return	38-Year Return
	41%	54%	5%	0%											
Current Target Allocation (A)	41%	54%	5%	0%	2.4%	15.9%	13.5%	6.8%	9.3%	8.3%	7.5%	7.1%	7.0%	7.5%	8.5%
Cash	100%				1.0%	4.4%	5.0%	3.3%	2.8%	2.2%	1.5%	1.7%	1.8%	2.4%	3.1%
TIPS	100%				0.1%	7.0%	4.2%	1.1%	3.5%	3.1%	2.9%	3.5%	4.5%	4.6%	5.7%
US Bond	100%				1.1%	7.3%	4.7%	-0.4%	2.0%	2.0%	2.4%	3.3%	3.8%	4.2%	5.4%
US Bonds - Dynamic	100%				1.0%	6.0%	6.7%	2.8%	3.8%	3.8%	3.5%	4.0%	4.3%	4.6%	5.6%
For. Dev. Bond	100%				0.0%	5.2%	3.7%	-2.9%	-0.1%	1.0%	1.2%	2.3%	3.1%	3.5%	4.6%
Global Bonds	100%				0.2%	8.2%	4.0%	-2.1%	0.7%	1.3%	1.1%	2.5%	3.3%	3.4%	4.9%
HY Bond	100%				1.3%	8.6%	10.1%	4.5%	6.2%	6.5%	6.0%	6.7%	7.2%	6.7%	7.7%
EM Bond	100%				3.3%	19.3%	9.5%	1.1%	3.0%	3.9%	1.4%	4.1%	6.0%	7.2%	7.7%
Global Equity		100%			3.4%	22.9%	21.2%	11.7%	14.5%	12.3%	10.4%	8.7%	7.7%	8.3%	8.7%
US Equity (AC)		100%			2.4%	17.1%	22.2%	13.1%	16.6%	14.3%	13.6%	10.8%	8.9%	10.2%	11.4%
US Equity (LC)		100%			2.7%	17.9%	23.0%	14.4%	17.3%	14.8%	14.1%	11.0%	8.8%	10.4%	11.5%
US Equity (MC)		100%			0.2%	10.6%	14.4%	8.7%	12.8%	11.0%	11.2%	9.5%	9.3%	10.5%	11.7%
US Equity (SC)		100%			2.2%	12.8%	13.7%	6.1%	10.6%	9.6%	9.5%	8.2%	8.2%	8.6%	9.9%
Non-US Equity (ACWI)		100%			5.1%	33.1%	18.0%	8.5%	10.7%	8.9%	6.4%	6.1%	6.2%	6.3%	6.6%
Int'l Dev. Equity		100%			4.9%	31.9%	17.8%	9.5%	11.1%	8.7%	7.1%	6.1%	5.8%	6.1%	6.3%
EM Equity		100%			4.8%	34.4%	17.0%	4.7%	8.5%	8.9%	4.2%	6.4%	8.9%	6.6%	10.1%
Real Estate			100%		-2.1%	2.3%	6.1%	4.8%	6.4%	5.8%	7.8%	6.6%	9.0%	9.2%	9.5%
Broad Real Assets			100%		1.6%	13.2%	8.1%	5.6%	6.5%	6.1%	5.0%	5.8%	7.6%	7.5%	6.7%
Marketable Alternatives				100%	3.3%	10.3%	8.5%	5.1%	6.4%	4.8%	3.9%	3.5%	4.0%	5.1%	7.0%
Private Equity				100%	0.0%	2.9%	2.6%	5.7%	10.6%	11.1%	12.0%	11.2%	9.3%	13.8%	14.0%

Historical Returns and Risk Metrics for each Mix represent back-tested calculations developed with the benefit of hindsight. Return calculations use an asset-weighted methodology based on the target asset allocation of each mix and the total return of index proxies used to represent each asset class and are net of fees. Historical returns are hypothetical and do not represent returns earned by a client. It is not possible to invest in an index. Please see the Frontier Engineer Hypothetical Performance Disclosures at the end of the presentation for additional information, including index proxies used to represent each asset class. Please ask for a copy of Fiducient Advisors' white paper titled 10-Year Capital Market Forecasts. Past performance does not indicate future performance and it is possible to lose money when investing.



Calendar Year Total Return

Calendar Net Year Returns		Fixed Income	Equity	Real Assets	Alternatives	YTD 12/31/2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990	
		41%	54%	5%	0%	16%	10%	15%	-14%	10%	12%	19%	-5%	15%	9%	-1%	6%	14%	12%	1%	13%	25%	-25%	9%	15%	8%	12%	24%	-6%	-3%	-2%	15%	11%	14%	12%	21%	1%	18%	6%	25%	-4%	
Current Target Allocation (A)		41%	54%	5%	0%	16%	10%	15%	-14%	10%	12%	19%	-5%	15%	9%	-1%	6%	14%	12%	1%	13%	25%	-25%	9%	15%	8%	12%	24%	-6%	-3%	-2%	15%	11%	14%	12%	21%	1%	18%	6%	25%	-4%	
Cash		100%				4%	5%	5%	2%	0%	1%	2%	2%	1%	0%	0%	0%	0%	0%	0%	0%	0%	0%	2%	5%	5%	3%	1%	1%	2%	4%	6%	5%	5%	5%	5%	6%	4%	3%	4%	6%	8%
TIPS		100%				7%	2%	4%	-12%	6%	11%	8%	-1%	3%	5%	-1%	4%	-9%	7%	14%	6%	11%	-2%	12%	0%	3%	8%	8%	17%	8%	13%	2%	4%	3%	4%	18%	-3%	10%	7%	16%	9%	
US Bond		100%				7%	1%	6%	-13%	-2%	8%	9%	0%	4%	3%	1%	6%	-2%	4%	8%	7%	6%	5%	7%	4%	2%	4%	4%	10%	8%	12%	-1%	9%	10%	4%	18%	-3%	10%	7%	16%	9%	
US Bonds - Dynamic		100%				6%	6%	9%	-7%	1%	5%	8%	1%	4%	7%	-1%	3%	2%	7%	4%	7%	19%	-7%	4%	7%	3%	6%	10%	3%	6%	9%	8%	14%	0%	10%	9%	21%	1%				
For. Dev. Bond		100%				5%	-1%	7%	-18%	-6%	8%	7%	1%	6%	3%	-2%	4%	-2%	4%	5%	4%	3%	9%	8%	5%	-2%	9%	10%	14%	1%	4%	-1%	15%	3%	8%	19%	1%	14%	6%	14%	9%	
Global Bonds		100%				8%	-2%	6%	-16%	-5%	9%	7%	-1%	7%	2%	-3%	1%	-3%	4%	6%	6%	7%	5%	9%	7%	-4%	9%	13%	17%	2%	3%	-5%	14%	4%	5%	20%	0%	11%	6%	16%	11%	
HY Bond		100%				9%	8%	13%	-11%	5%	7%	14%	-2%	8%	17%	-4%	2%	7%	16%	5%	15%	58%	-26%	2%	12%	3%	11%	29%	-1%	5%	-6%	2%	2%	13%	11%	19%	-1%	17%	16%	46%	-10%	
EM Bond		100%				19%	-2%	13%	-12%	-9%	3%	13%	-6%	15%	10%	-15%	-6%	-9%	17%	-2%	16%	22%	-5%	18%	15%	6%	23%	17%	14%	10%	13%	20%	-8%	11%	38%	27%	-19%	17%	16%	46%	-10%	
Global Equity		100%				23%	18%	23%	-18%	19%	17%	27%	-9%	25%	8%	-2%	5%	23%	17%	-7%	13%	35%	-42%	12%	22%	11%	16%	35%	-19%	-16%	-14%	27%	22%	15%	13%	19%	5%	25%	-4%	20%	-16%	
US Equity (AC)		100%				17%	24%	26%	-19%	26%	21%	31%	-5%	21%	13%	0%	13%	34%	16%	1%	17%	28%	-37%	5%	16%	6%	12%	31%	-22%	-11%	-7%	21%	24%	32%	22%	37%	0%	11%	10%	34%	-5%	
US Equity (LC)		100%				18%	25%	26%	-18%	29%	18%	31%	-4%	22%	12%	1%	14%	32%	16%	2%	15%	26%	-37%	5%	16%	5%	11%	29%	-22%	-12%	-9%	21%	29%	33%	23%	38%	1%	10%	8%	30%	-3%	
US Equity (MC)		100%				11%	15%	17%	-17%	23%	17%	31%	-9%	19%	14%	-2%	13%	35%	17%	-2%	25%	40%	-41%	6%	15%	13%	20%	40%	-16%	-6%	8%	18%	10%	29%	19%	34%	-2%	14%	16%	42%	-11%	
US Equity (SC)		100%				13%	12%	17%	-20%	15%	20%	26%	-11%	15%	21%	-4%	5%	39%	16%	-4%	27%	27%	-34%	-2%	18%	5%	18%	47%	-20%	2%	-3%	21%	-3%	22%	16%	28%	-2%	19%	18%	46%	-19%	
Non-US Equity (ACWI)		100%				33%	6%	16%	-16%	8%	11%	22%	-14%	28%	5%	-5%	3%	16%	17%	-13%	12%	42%	-45%	17%	27%	17%	21%	41%	-15%	-19%	-15%	31%	14%	2%	7%	10%	7%	35%	-11%	14%	-23%	
Int'l Dev. Equity		100%				32%	4%	19%	-14%	12%	8%	23%	-13%	26%	2%	0%	-4%	23%	18%	-12%	8%	32%	-43%	12%	27%	14%	21%	39%	-16%	-21%	-14%	27%	20%	2%	6%	12%	8%	33%	-12%	12%	-23%	
EM Equity		100%				34%	8%	10%	-20%	-2%	19%	19%	-14%	38%	12%	-15%	-2%	-2%	19%	-18%	19%	79%	-53%	40%	33%	35%	26%	56%	-6%	-2%	-31%	66%	-25%	-12%	6%	-5%	-7%	75%	11%	60%	-11%	
Real Estate		100%				2%	5%	11%	-25%	41%	-5%	29%	-4%	9%	9%	3%	28%	3%	20%	8%	28%	28%	-38%	-16%	35%	12%	32%	37%	4%	14%	26%	-5%	-18%	20%	35%	15%	3%	20%	15%	36%	-15%	
Broad Real Assets		100%				13%	4%	8%	-10%	15%	1%	17%	-6%	11%	11%	-10%	5%	4%	14%	3%	15%	33%	-28%	11%	23%	10%	20%	26%	25%	-3%	28%	10%	-14%	2%	14%	14%	4%	4%	4%	4%	-6%	
Marketable Alternatives				100%	10%	9%	6%	-5%	6%	11%	8%	-4%	8%	1%	0%	3%	9%	5%	-6%	6%	11%	-21%	10%	10%	7%	7%	12%	1%	3%	4%	26%	-5%	16%	14%	11%	-3%	26%	12%	14%	18%		
Private Equity				100%	3%	4%	1%	-12%	40%	32%	16%	13%	16%	9%	8%	15%	23%	12%	12%	18%	10%	-20%	18%	25%	21%	22%	14%	-16%	-21%	10%	125%	21%	32%	33%	32%	14%	23%	14%	14%	4%		

Historical Returns for each Mix based on back-tested return calculations developed with the benefit of hindsight. Return calculations use an asset-weighted methodology based on the target asset allocation of each mix and the total return of index proxies used to represent each asset class and are net of fees. Historical returns used are hypothetical and do not represent returns earned by a client. It is not possible to invest in an index. Please see the Frontier Engineer Hypothetical Performance Disclosures at the end of the presentation for additional information, including index proxies used to represent each asset class. For additional information on forecast methodologies, please ask for a copy of Fiducient Advisors' white paper titled 10-Year Capital Market Forecasts. Past performance does not indicate future performance and it is possible to lose money when investing.



Capital Market Assumptions

Return & Risk Assumptions (Forecasts)		Arithmetic Return	Geometric Return	Standard Deviation	Skewness	Kurtosis
Cash	3.0%	3.0%	0.0%	0	0	
US Bond	5.2%	5.0%	7.2%	-0.33	1.67	
US Bonds - Dynamic	5.5%	5.3%	6.4%	-0.90	6.25	
HY Bond	7.5%	6.6%	13.2%	-1.12	8.79	
LDI Bonds	6.4%	5.2%	15.5%	0.15	1.27	
US Equity (LC)	7.7%	6.3%	16.5%	-0.57	0.83	
US Equity (SC)	8.3%	6.1%	20.9%	-0.41	0.99	
Int'l Dev. Equity	10.1%	7.9%	21.3%	-0.54	1.34	
EM Equity	12.5%	8.7%	27.7%	-0.65	2.15	
Broad Real Assets	8.0%	7.5%	9.0%	-1.50	8.09	
0						

Correlation Assumptions (Forecasts)		Cash	US Bond	US Bonds - Dynamic	HY Bond	LDI Bonds	US Equity (LC)	US Equity (SC)	Int'l Dev. Equity	EM Equity	Broad Real Assets
Cash	1	0	0	0	0	0	0	0	0	0	0
US Bond	0	1.00	0.59	0.35	0.93	0.24	0.15	0.21	0.12	0.40	
US Bonds - Dynamic	0	0.59	1.00	0.94	0.33	0.61	0.59	0.57	0.57	0.76	
HY Bond	0	0.35	0.94	1.00	0.05	0.62	0.64	0.56	0.59	0.75	
LDI Bonds	0	0.93	0.33	0.05	1.00	0.01	-0.09	-0.03	-0.08	0.20	
US Equity (LC)	0	0.24	0.61	0.62	0.01	1.00	0.84	0.70	0.66	0.64	
US Equity (SC)	0	0.15	0.59	0.64	-0.09	0.84	1.00	0.63	0.65	0.64	
Int'l Dev. Equity	0	0.21	0.57	0.56	-0.03	0.70	0.63	1.00	0.71	0.61	
EM Equity	0	0.12	0.57	0.59	-0.08	0.66	0.65	0.71	1.00	0.58	
Broad Real Assets	0	0.40	0.76	0.75	0.20	0.64	0.64	0.61	0.58	1.00	

*Historical mix return calculations assume a weighted average excess return assumption of 0.5% with a Fiducient Advisors' hypothetical f

For additional information on forecast methodologies, please speak with your advisor. Please see Index Proxy Summary slide at the end of this presentation for summary of indexes used to represent each asset class. Past performance does not indicate future performance. Please see the Frontier Engineer Hypothetical Performance Disclosures at the end of the presentation for additional information.

Indices for Past Return & Risk Metrics

Indices used to generate historical risk and return metrics	Most Recent Index	Index Dates		Linked Index 1	Index Dates		Linked Index 2	Index Dates		Linked Index 2	Index Dates	
Cash	FTSE Treasury Bill 3 Mon USD	12/25	-	1/79	N.A.	N.A.	-	N.A.	N.A.	-	N.A.	N.A.
US Bond	Bloomberg US Agg Bond TR USD	12/25	-	1/79	N.A.	N.A.	-	N.A.	N.A.	-	N.A.	N.A.
US Bonds - Dynamic	*Custom Blend of Indices	12/25	-	2/90	Bloomberg US Agg Bond TR USD	1/90	-	1/79	N.A.	N.A.	-	N.A.
HY Bond	Bloomberg US Corporate High Yield TR USD	12/25	-	7/83	Bloomberg US Agg Bond TR USD	6/83	-	1/79	N.A.	N.A.	-	N.A.
LDI Bonds	LDI Blend	12/25	-	6/86	Bloomberg US Agg Bond TR USD	5/86	-	1/79	N.A.	N.A.	-	N.A.
US Equity (LC)	S&P 500 TR USD	12/25	-	1/79	N.A.	N.A.	-	N.A.	N.A.	-	N.A.	N.A.
US Equity (SC)	Russell 2000 TR USD	12/25	-	1/79	N.A.	N.A.	-	N.A.	N.A.	-	N.A.	N.A.
Int'l Dev. Equity	MSCI EAFE GR USD	12/25	-	1/79	N.A.	N.A.	-	N.A.	N.A.	-	N.A.	N.A.
EM Equity	MSCI EM GR USD	12/25	-	1/88	MSCI EAFE GR USD	12/87	-	1/79	N.A.	N.A.	-	N.A.
Broad Real Assets	S&P Real Asset TR USD	12/25	-	5/05	*Custom Real Assets Index	4/05	-	1/79	N.A.	N.A.	-	N.A.

*US Bonds - Dynamic Index - 1/3 Bloomberg Gbl Agg Ex USD TR Hdg USD, 1/3 FTSE Treasury Bill 3 Mon USD & 1/3 Bloomberg US Corporate High Yield TR USD

Note: Private Equity Index is frequently 3-6 months behind the other indices. For historical return calculation purposes, it is given 0% returns during the most recent period where gaps may exist. Past performance, actual or hypothetical, is no guarantee of future results and there is a possibility of a loss. Please see Frontier Engineer Hypothetical Performance Disclosures at the end of the presentation for additional information, including index proxies used to represent each asset class.

Frontier Engineer® Hypothetical Performance Disclosures

The historical performance information derived from the Frontier Engineer® and used or presented in charts, tables, or graphs represent simulated historical performance, which has been derived by retroactively applying an asset allocation modeling process in its most recently developed form with its most recently derived ten-year (forward-looking) capital market assumptions. Such historical return simulations (or back testing) was performed by simulating the combination of actual index returns for the historical period with a buy and hold strategy effective January 1, 1988, through the most recently available month-end date with simulated rebalancing occurring every month-end (with the reinvestment of dividends and capital gains from each index).

Back tested performance is hypothetical and does not reflect actual trades or actual client performance. As with all models, there are inherent limitations which are derived from the retroactive application developed with the benefit of hindsight, including the risk that certain factors such as material economic and market conditions could have contributed to materially different (either higher or lower) performance results than those depicted, or that certain material factors may have been included or excluded from consideration. As such, actual results during the applicable back tested period would have been different than those depicted.

The asset allocation modeling process currently used was initially developed in 2002 and was not offered as a strategy prior to that time. The output of a forward-looking model (or process) is a representation of allocation percentages among specific asset classes. Clients cannot invest directly in a target allocation, but rather, in underlying securities within designated asset classes. Advisor may change its models from time to time and regularly updates its model as additional capital market assumption information becomes available or to increase or decrease relative weightings or emphasis on certain factors. Consequently, the Advisor may choose to deviate from a stated model over time as the model itself is revised, which could have a materially positive or negative impact on performance.

During the period represented, numerous modelling changes were made, including the regular changes in (ten-year) forward-looking expected returns, expected volatilities, expected non-normal return distribution assumptions, as well as tracking-error assumptions and risk budgets. Furthermore, such assumptions can be modified client-by-client depending on certain preferences, priorities, constraints or unique considerations applicable to each client.

Other economic and market factors may have impacted decision-making when using the model to manage client funds, including the list of approved asset classes by a client or client type as well as any client-directed or Advisor implemented constraints.

All investments bear the risk of loss, including the loss of principal. Past performance, actual or hypothetical, is no guarantee of future results.

The hypothetical annual Fiducient Advisors', A Wealthspire Company, fee is divided by 12 and subtracted from the historical monthly (index) returns. The hypothetical excess return assumption is divided by 12 and added to the historical monthly (index) returns. Furthermore, for forecasted total portfolio (index-based) annual returns based on capital market assumptions, the annual Fiducient Advisors', A Wealthspire Company, fee assumption is subtracted from the hypothetical annual manager excess return assumption. Additional information on advisory fees charged by Fiducient Advisors, A Wealthspire Company, are described in Part 2 of the Form ADV.



Disclosure



Index Definitions

INDEX DEFINITIONS

FTSE Treasury Bill 3 Month measures return equivalents of yield averages and are not marked to market. It is an average of the last three three-month Treasury bill month-end rates.

Bloomberg Capital US Treasury Inflation Protected Securities Index consists of Inflation-Protection securities issued by the U.S. Treasury.

Bloomberg Muni 5 Year Index is the 5 year (4-6) component of the Municipal Bond index.

Bloomberg High Yield Municipal Bond Index covers the universe of fixed rate, non-investment grade debt.

Bloomberg U.S. Aggregate Index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

FTSE World Government Bond Index (WGBI) (Unhedged) provides a broad benchmark for the global sovereign fixed income market by measuring the performance of fixed-rate, local currency, investment-grade sovereign debt from over 20 countries,

FTSE World Government Bond Index (WGBI) (Hedged) is designed to represent the FTSE WGBI without the impact of local currency exchange rate fluctuations.

Bloomberg US Corporate High Yield TR USD covers the universe of fixed rate, non-investment grade debt. Eurobonds and debt issues from countries designated as emerging markets (sovereign rating of Baa1/BBB+/BBB+ and below using the middle of Moody's, S&P, and Fitch) are excluded, but Canadian and global bonds (SEC registered) of issuers in non-EMG countries are included.

JP Morgan Government Bond Index-Emerging Market Index (GBI-EMI) is a comprehensive, global local emerging markets index, and consists of regularly traded, liquid fixed-rate, domestic currency government bonds to which international investors can gain exposure.

JPMorgan EMBI Global Diversified is an unmanaged, market-capitalization weighted, total-return index tracking the traded market for U.S.-dollar-denominated Brady bonds, Eurobonds, traded loans, and local market debt instruments issued by sovereign and quasi-sovereign entities.

MSCI ACWI is designed to represent performance of the full opportunity set of large- and mid-cap stocks across multiple developed and emerging markets, including cross-market tax incentives.

The S&P 500 is a capitalization-weighted index designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

Russell 3000 is a market-cap-weighted index which consists of roughly 3,000 of the largest companies in the U.S. as determined by market capitalization. It represents nearly 98% of the investable U.S. equity market.

Russell Mid Cap measures the performance of the 800 smallest companies in the Russell 1000 Index.

Russell 2000 consists of the 2,000 smallest U.S. companies in the Russell 3000 index.

MSCI EAFE is an equity index which captures large and mid-cap representation across Developed Markets countries around the world, excluding the US and Canada. The index covers approximately 85% of the free float-adjusted market capitalization in each country.

MSCI Emerging Markets captures large and mid-cap representation across Emerging Markets countries. The index covers approximately 85% of the free-float adjusted market capitalization in each country

The Wilshire US Real Estate Securities Index (Wilshire US RESI) is comprised of publicly-traded real estate equity securities and designed to offer a market-based index that is more reflective of real estate held by pension funds.

Alerian MLP Index is a float adjusted, capitalization-weighted index, whose constituents represent approximately 85% of total float-adjusted market capitalization, is disseminated real-time on a price-return basis (AMZ) and on a total-return basis.

Bloomberg Commodity Index (BCI) is calculated on an excess return basis and reflects commodity futures price movements. The index rebalances annually weighted 2/3 by trading volume and 1/3 by world production and weight-caps are applied at the commodity, sector and group level for diversification.

Treasury Inflation-Protected Securities (TIPS) are Treasury bonds that are indexed to inflation to protect investors from the negative effects of rising prices. The principal value of TIPS rises as inflation rises.

HFRI Fund of Funds Composite is an equal-weighted index consisting of over 800 constituent hedge funds, including both domestic and offshore funds.

Cambridge Associates U.S. Private Equity Index (67% Buyout vs. 33% Venture) is based on data compiled from more than 1,200 institutional-quality buyout, growth equity, private equity energy, and mezzanine funds formed between 1986 and 2015.

HFN Hedge Fund Aggregate Average is an equal weighted average of all hedge funds and CTA/managed futures products reporting to the HFN Database. Constituents are aggregated from each of the HFN Strategy Specific Indices.

Goldman Sachs Commodity Index (GSCI) is a broadly diversified, unleveraged, long-only composite index of commodities that measures the performance of the commodity market.

Disclosure



Material Risk Disclosures

Material Risk Disclosures

Fixed Income securities are subject to interest rate risks, the risk of default and liquidity risk. U.S. investors exposed to non-U.S. fixed income may also be subject to currency risk and fluctuations.

Cash may be subject to the loss of principal and over longer period of time may lose purchasing power due to inflation.

Domestic Equity can be volatile. The rise or fall in prices take place for a number of reasons including, but not limited to changes to underlying company conditions, sector or industry factors, or other macro events. These may happen quickly and unpredictably.

International Equity can be volatile. The rise or fall in prices take place for a number of reasons including, but not limited to changes to underlying company conditions, sector or industry impacts, or other macro events. These may happen quickly and unpredictably. International equity allocations may also be impacted by currency and/or country specific risks which may result in lower liquidity in some markets.

Real Assets can be volatile and may include asset segments that may have greater volatility than investment in traditional equity securities. Such volatility could be influenced by a myriad of factors including, but not limited to overall market volatility, changes in interest rates, political and regulatory developments, or other exogenous events like weather or natural disaster.

Private Equity involves higher risk and is suitable only for sophisticated investors. Along with traditional equity market risks, private equity investments are also subject to higher fees, lower liquidity and the potential for leverage that may amplify volatility and/or the potential loss of capital.

Private Credit involves higher risk and is suitable only for sophisticated investors. These assets are subject to interest rate risks, the risk of default and limited liquidity. U.S. investors exposed to non-U.S. private credit may also be subject to currency risk and fluctuations.

Private Real Estate involves higher risk and is suitable only for sophisticated investors. Real estate assets can be volatile and may include unique risks to the asset class like leverage and/or industry, sector or geographical concentration. Declines in real estate value may take place for a number of reasons including, but are not limited to economic conditions, change in condition of the underlying property or defaults by the borrow.

Marketable Alternatives involves higher risk and is suitable only for sophisticated investors. Along with traditional market risks, marketable alternatives are also subject to higher fees, lower liquidity and the potential for leverage that may amplify volatility or the potential for loss of capital. Additionally, short selling involved certain risks including, but not limited to additional costs, and the potential for unlimited loss on certain short sale positions.

Disclosure

Definitions & Disclosures

Please note: Due to rounding methodologies of various data providers, certain returns in this report might differ slightly when compared to other sources

REGULATORY DISCLOSURES

Offer of ADV Part 2A: Rule 204-3 under the Investment Advisers Act of 1940 requires that we make an annual offer to clients to send them, without charge, a written disclosure statement meeting the requirements of such rule. We will be glad to send a copy of our ADV Part 2A to you upon your written request to compliance@fiducient.com.

INDEX DEFINITIONS

- **Citigroup 3 Month T-Bill** measures monthly return equivalents of yield averages that are not marked to market. The Three-Month Treasury Bill Indexes consist of the last three three-month Treasury bill issues.
- **Ryan 3 Yr. GIC** is an arithmetic mean of market rates of \$1 million Guaranteed Interest Contracts held for three years.
- **Bloomberg Treasury U.S. T-Bills-1-3 Month Index** includes aged U.S. Treasury bills, notes and bonds with a remaining maturity from 1 up to (but not including) 3 months. It excludes zero coupon strips.
- **Bloomberg Capital US Treasury Inflation Protected Securities Index** consists of Inflation-Protection securities issued by the U.S. Treasury.
- **Bloomberg Muni Index** is a rules-based, market-value-weighted index engineered for the long-term tax-exempt bond market. Bonds must be rated investment-grade by at least two ratings agencies.
- **Bloomberg Muni 1 Year Index** is the 1-year (1-2) component of the Municipal Bond index.
- **Bloomberg Muni 3 Year Index** is the 3-year (2-4) component of the Municipal Bond index.
- **Bloomberg Muni 5 Year Index** is the 5-year (4-6) component of the Municipal Bond index.
- **Bloomberg Muni 7 Year Index** is the 7-year (6-8) component of the Municipal Bond index.
- **Bloomberg Intermediate U.S. Gov't/Credit** is the Intermediate component of the U.S. Government/Credit index, which includes securities in the Government and Credit Indices. The Government Index includes treasuries and agencies, while the credit index includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements.
- **Bloomberg U.S. Aggregate Index** covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.
- **Bloomberg Global Aggregate ex. USD Indices** represent a broad-based measure of the global investment-grade fixed income markets. The two major components of this index are the Pan-European Aggregate and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds and Canadian government, agency and corporate securities.
- **Bloomberg U.S. Corporate High Yield Index** covers the universe of fixed rate, non-investment grade debt. Eurobonds and debt issues from countries designated as emerging markets (sovereign rating of Baa1/BBB+/BBB+ and below using the middle of Moody's, S&P, and Fitch) are excluded, but Canadian and global bonds (SEC registered) of issuers in non-EMG countries are included.
- **JP Morgan Government Bond Index-Emerging Market (GBI-EM) Index** is a comprehensive, global local emerging markets index, and consists of regularly traded, liquid fixed-rate, domestic currency government bonds to which international investors can gain exposure.
- **The S&P 500** is a capitalization-weighted index of 500 stocks designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.
- **The Dow Jones Industrial Index** is a price-weighted average of 30 blue-chip stocks that are generally the leaders in their industry.
- **The NASDAQ** is a broad-based capitalization-weighted index of stocks in all three NASDAQ tiers: Global Select, Global Market and Capital Market.
- **Russell 3000** is a market-cap-weighted index which consists of roughly 3,000 of the largest companies in the U.S. as determined by market capitalization. It represents nearly 98% of the investable U.S. equity market.
- **Russell 1000** consists of the largest 1000 companies in the Russell 3000 Index.
- **Russell 1000 Growth** measures the performance of those Russell 1000 companies with higher P/B ratios and higher forecasted growth values.
- **Russell 1000 Value** measures the performance of those Russell 1000 companies with lower P/B ratios and lower forecasted growth values.
- **Russell Mid Cap** measures the performance of the 800 smallest companies in the Russell 1000 Index.
- **Russell Mid Cap Growth** measures the performance of those Russell Mid Cap companies with higher P/B ratios and higher forecasted growth values.
- **Russell Mid Cap Value** measures the performance of those Russell Mid Cap companies with lower P/B ratios and lower forecasted growth values.
- **Russell 2000** consists of the 2,000 smallest U.S. companies in the Russell 3000 index.
- **Russell 2000 Growth** measures the performance of the Russell 2000 companies with higher P/B ratios and higher forecasted growth values.
- **Russell 2000 Value** measures the performance of those Russell 2000 companies with lower P/B ratios and lower forecasted growth values.
- **Russell 2500** consists of the 2,500 smallest U.S. companies in the Russell 3000 index.
- **Russell 2500 Growth** measures the performance of the Russell 2500 companies with higher P/B ratios and higher forecasted growth values.
- **Russell 2500 Value** measures the performance of those Russell 2500 companies with lower P/B ratios and lower forecasted growth values.
- **MSCI World** captures large and mid-cap representation across 23 Developed Markets countries. With 1,645 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.
- **MSCI ACWI (All Country World Index) ex. U.S. Index** captures large and mid-cap representation across 22 of 23 Developed Markets countries (excluding the United States) and 23 Emerging Markets countries. With 1,859 constituents, the index covers approximately 85% of the global equity opportunity set outside the US.
- **MSCI ACWI (All Country World Index) ex. U.S. Small Cap Index** captures small cap representation across 22 of 23 Developed Markets countries (excluding the US) and 23 Emerging Markets countries. With 4,368 constituents, the index covers approximately 14% of the global equity opportunity set outside the US.
- **MSCI EAFE** is an equity index which captures large and mid-cap representation across Developed Markets countries around the world, excluding the US and Canada. With 930 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

- **MSCI EAFE Value** captures large and mid-cap securities exhibiting overall value style characteristics across Developed Markets countries around the world, excluding the US and Canada. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield. With 507 constituents, the index targets 50% coverage of the free float- adjusted market capitalization of the MSCI EAFE Index.
- **MSCI EAFE Growth** captures large and mid-cap securities exhibiting overall growth style characteristics across Developed Markets countries around the world, excluding the US and Canada. The growth investment style characteristics for index construction are defined using five variables: long-term forward EPS growth rate, short-term forward EPS growth rate, current internal growth rate and long-term historical EPS growth trend and long-term historical sales per share growth trend. With 542 constituents, the index targets 50% coverage of the free float-adjusted market capitalization of the MSCI EAFE Index.
- **MSCI Emerging Markets** captures large and mid-cap representation across 23 Emerging Markets countries. With 836 constituents, the index covers approximately 85% of the free-float adjusted market capitalization in each country.
- **Consumer Price Index** is a measure of prices paid by consumers for a market basket of consumer goods and services. The yearly (or monthly) growth rates represent the inflation rate.
- **FTSE NAREIT Equity REITs Index** contains all Equity REITs not designed as Timber REITs or Infrastructure REITs.
- **S&P Developed World Property** defines and measures the investable universe of publicly traded property companies domiciled in developed markets. The companies in the index are engaged in real estate related activities, such as property ownership, management, development, rental and investment.
- **S&P Developed World Property x U.S.** defines and measures the investable universe of publicly traded property companies domiciled in developed countries outside of the U.S. The companies included are engaged in real estate related activities, such as property ownership, management, development, rental and investment.
- **Fund Specific Broad Real Asset Benchmarks:**
 - **DWS Real Assets:** 30%: Dow Jones Brookfield Infrastructure Index, 30%: FTSE EPRA/NAREIT Developed Index, 15%: Bloomberg Commodity Index, 15%: S&P Global Natural Resources Index, 10%: U.S. Treasury Inflation Notes Total Return Index
 - **PIMCO Inflation Response Multi Asset Fund:** 45% Bloomberg U.S. TIPS, 20% Bloomberg Commodity Index, 15% JP Morgan Emerging Local Markets Plus, 10% Dow Jones Select REIT, 10% Bloomberg Gold Subindex Total Return
 - **Principal Diversified Real Assets:** 35% BBgBarc U.S. Treasury TIPS Index, 20% S&P Global Infrastructure Index NTR, 20% S&P Global Natural Resources Index NTR, 15% Bloomberg Commodity Index, and 10% FTSE EPRA/NAREIT Developed Index NTR
 - **Wellington Diversified Inflation H:** 50% MSCI ACWI Commodity Producers Index, 25% Bloomberg Commodity Index, and 25% Bloomberg Bloomberg US TIPS 1 – 10 Year Index
- **Bloomberg Commodity Index** is calculated on an excess return basis and reflects commodity futures price movements. The index rebalances annually weighted 2/3 by trading volume and 1/3 by world production and weight-caps are applied at the commodity, sector and group level for diversification.
- **HFRI Fund Weighted Composite Index** is a global, equal-weighted index of over 2,000 single-manager funds that report to HFR Database. Constituent funds report monthly net of all fees performance in US Dollar and have a minimum of \$50 Million under management or a twelve (12) month track record of active performance. The HFRI Fund Weighted Composite Index does not include Funds of Hedge Funds.
- **The Alerian MLP Index** is the leading gauge of energy Master Limited Partnerships (MLPs). The float adjusted, capitalization-weighted index, whose constituents represent approximately 85% of total float-adjusted market capitalization, is disseminated real-time on a price-return basis (AMZ) and on a total-return basis.
- **The Adjusted Alerian MLP Index** is commensurate with 65% of the monthly returns of the Alerian MLP Index to incorporate the effect of deferred tax liabilities incurred by MLP entities.
- **Cambridge Associates U.S. Private Equity Index** is based on data compiled from more than 1,200 institutional-quality buyout, growth equity, private equity energy, and mezzanine funds formed between 1986 and 2015.
- **Cambridge Associates U.S. Venture Capital Index** is based on data compiled from over 1,600 institutional-quality venture capital funds formed between 1986 and 2015.
- **Vanguard Spliced Bloomberg US1-5Yr Gov/Cr Flt Adj Index:** Bloomberg U.S. 1–5 Year Government/Credit Bond Index through December 31, 2009; Bloomberg U.S. 1–5 Year Government/Credit Float Adjusted Index thereafter.
- **Vanguard Spliced Bloomberg US5-10Yr Gov/Cr Flt Adj Index:** Bloomberg U.S. 5–10 Year Government/Credit Bond Index through December 31, 2009; Bloomberg U.S. 5–10 Year Government/Credit Float Adjusted Index thereafter.
- **Vanguard Spliced Bloomberg US Agg Flt Adj Index:** Bloomberg U.S. Aggregate Bond Index through December 31, 2009; Bloomberg U.S. Aggregate Float Adjusted Index thereafter.
- **Vanguard Spliced Bloomberg US Long Gov/Cr Flt Adj Index:** Bloomberg U.S. Long Government/Credit Bond Index through December 31, 2009; Bloomberg U.S. Long Government/Credit Float Adjusted Index thereafter.
- **Vanguard Balanced Composite Index:** Made up of two unmanaged benchmarks, weighted 60% Dow Jones U.S. Total Stock Market Index (formerly the Dow Jones Wilshire 5000 Index) and 40% Bloomberg U.S. Aggregate Bond Index through May 31, 2005; 60% MSCI US Broad Market Index and 40% Bloomberg U.S. Aggregate Bond Index through December 31, 2009; 60% MSCI US Broad Market Index and 40% Bloomberg U.S. Aggregate Float Adjusted Index through January 14, 2013; and 60% CRSP US Total Market Index and 40% Bloomberg U.S. Aggregate Float Adjusted Index thereafter.
- **Vanguard Spliced Intermediate-Term Tax-Exempt Index:** Bloomberg 1–15 Year Municipal Bond Index.
- **Vanguard Spliced Extended Market Index:** Dow Jones Wilshire 4500 Index through June 17, 2005; S&P Transitional Completion Index through September 16, 2005; S&P Completion Index thereafter.
- **Vanguard Spliced Value Index:** S&P 500 Value Index (formerly the S&P 500/Barra Value Index) through May 16, 2003; MSCI US Prime Market Value Index through April 16, 2013; CRSP US Large Cap Value Index thereafter.
- **Vanguard Spliced Large Cap Index:** Consists of MSCI US Prime Market 750 Index through January 30, 2013, and the CRSP US Large Cap Index thereafter.
- **Vanguard Spliced Growth Index:** S&P 500 Growth Index (formerly the S&P 500/Barra Growth Index) through May 16, 2003; MSCI US Prime Market Growth Index through April 16, 2013; CRSP US Large Cap Growth Index thereafter.
- **Vanguard Spliced Mid Cap Value Index:** MSCI US Mid Cap Value Index through April 16, 2013; CRSP US Mid Cap Value Index thereafter.
- **Vanguard Spliced Mid Cap Index:** S&P MidCap 400 Index through May 16, 2003; the MSCI US Mid Cap 450 Index through January 30, 2013; and the CRSP US Mid Cap Index thereafter.
- **Vanguard Spliced Mid Cap Growth Index:** MSCI US Mid Cap Growth Index through April 16, 2013; CRSP US Mid Cap Growth Index thereafter.
- **Vanguard Spliced Total Stock Market Index:** Dow Jones U.S. Total Stock Market Index (formerly known as the Dow Jones Wilshire 5000 Index) through April 22, 2005; MSCI US Broad Market Index through June 2, 2013; and CRSP US Total Market Index thereafter.
- **Vanguard Spliced Small Cap Value Index:** SmallCap 600 Value Index (formerly the S&P SmallCap 600/Barra Value Index) through May 16, 2003; MSCI US Small Cap Value Index through April 16, 2013; CRSP US Small Cap Value Index thereafter.

- **Vanguard Spliced Small Cap Index:** Russell 2000 Index through May 16, 2003; the MSCI US Small Cap 1750 Index through January 30, 2013; and the CRSP US Small Cap Index thereafter.
- **Vanguard Spliced Small Cap Growth Index:** S&P SmallCap 600 Growth Index (formerly the S&P SmallCap 600/Barra Value Index) through May 16, 2003; MSCI US Small Cap Growth Index through April 16, 2013; CRSP US Small Cap Growth Index thereafter.
- **Vanguard Spliced Total International Stock Index:** Consists of the Total International Composite Index through August 31, 2006; the MSCI EAFE + Emerging Markets Index through December 15, 2010; the MSCI ACWI ex USA IMI Index through June 2, 2013; and FTSE Global All Cap ex US Index thereafter. Benchmark returns are adjusted for withholding taxes.
- **Vanguard Spliced Developed Markets Index:** MSCI EAFE Index through May 28, 2013; FTSE Developed ex North America Index through December 20, 2015; FTSE Developed All Cap ex US Transition Index through May 31, 2016; FTSE Developed All Cap ex US Index thereafter. Benchmark returns are adjusted for withholding taxes.
- **Vanguard Spliced Emerging Markets Index:** Select Emerging Markets Index through August 23, 2006; MSCI Emerging Markets Index through January 9, 2013; FTSE Emerging Transition Index through June 27, 2013; FTSE Emerging Index through November 1, 2015; and FTSE Emerging Markets All Cap China A Transition Index thereafter. Benchmark returns are adjusted for withholding taxes.
- **Vanguard REIT Spliced Index:** MSCI US REIT Index adjusted to include a 2% cash position (Lipper Money Market Average) through April 30, 2009; MSCI US REIT Index through January 31, 2018; MSCI US Investable Market Real Estate 25/50 Transition Index through July 24, 2018; MSCI US Investable Market Real Estate 25/50 Index thereafter.

Additional:

- Equity sector returns are calculated by Russell and MSCI for domestic and international markets, respectively. MSCI sector definitions correspond to the MSCI GICS® classification (Global Industry Classification System); Russell uses its own sector and industry classifications.
- MSCI country returns are calculated by MSCI and are free float-adjusted market capitalization indices that are designed to measure equity market performance in each specific country.
- Currency returns are calculated using Bloomberg's historical spot rate indices and are calculated using the U.S. dollar as the base currency.
- The Index of Leading Economic Indicators, calculated by The Conference Board, is used as a barometer of economic activity over a range of three to six months. The index is used to determine the direction and stability of the economy. The composite index of leading indicators, which is derived from 10 leading indicators, helps to signal turning points in the economy and forecast economic cycles. The leading indicators are the following: average weekly hours, average weekly initial claims, manufacturers' new orders, both consumer and non-defense capital goods, vendor performance, building permits, stock prices, money supply (M2), the interest rate spread and the index of consumer expectations.
- S&P Target Date Indexes are constructed using a survey method of current target date investments with \$100 million or more in assets under management. Allocations for each vintage are comprised of exchange-traded funds that represent respective asset classes used in target date portfolios. The indexes are designed to represent a market consensus glide path.

DEFINITION OF KEY STATISTICS AND TERMS

- **Returns:** A percentage figure used when reporting historical average compounded rate of investment return. All returns are annualized if the period for which they are calculated exceeds one year.
- **Universe Comparison:** The universe compares the fund's returns to a group of other investment portfolios with similar investment strategies. The returns for the fund, the index and the universe percentiles are displayed. A percentile ranking of 1 is the best, while a percentile ranking of 100 is the worst. For example, a ranking of 50 indicates the fund outperformed half of the universe. A ranking of 25 indicates the fund was in the top 25% of the universe, outperforming 75%.
- **Returns In Up/Down Markets:** This measures how the fund performed in both up and down markets. The methodology is to segregate the performance for each time period into the quarters in which the market, as defined by the index, was positive and negative. Quarters with negative index returns are treated as down markets, and quarters with positive index returns are treated as up markets. Thus, in a 3 year or 12 quarter period, there might be 4 down quarters and 8 up quarters. A simple arithmetic average of returns is calculated for the fund and the index based on the up quarters. A simple arithmetic average of returns is calculated for the fund and the index based on the down quarters. The up market capture ratio is the ratio of the fund's return in up markets to the index. The down market capture ratio is the ratio of the fund's return in down markets to the index. Ideally, the fund would have a greater up market capture ratio than down market capture ratio.
- **Standard Deviation:** Standard deviation is a statistical measure of the range of performance within which the total returns of a fund fall. When a fund has a high standard deviation, the range of performance is very wide, meaning there is a greater volatility. Approximately 68% of the time, the total return of any given fund will differ from the average total return by no more than plus or minus the standard deviation figure. Ninety-five percent of the time, a fund's total return will be within a range of plus or minus two times the standard deviation from the average total return. If the quarterly or monthly returns are all the same the standard deviation will be zero. The more they vary from one another, the higher the standard deviation. Standard deviation can be misleading as a risk indicator for funds with high total returns because large positive deviations will increase the standard deviation without a corresponding increase in the risk of the fund. While positive volatility is welcome, negative is not.
- **R-Squared:** This reflects the percentage of a fund's movements that are explained by movements in its benchmark index. An R-squared of 100 means that all movements of a fund are completely explained by movements in the index. Conversely, a low R-squared indicates very few of the fund's movements are explained by movements in the benchmark index. R-squared can also be used to ascertain the significance of a particular beta. Generally, a higher R-squared will indicate a more reliable beta figure. If the R-squared is lower, then the beta is less relevant to the fund's performance. A measure of diversification, R-squared indicates the extent to which fluctuations in portfolio returns are explained by market. An R-squared = 0.70 implies that 70% of the fluctuation in a portfolio's return is explained by the fluctuation in the market. In this instance, overweighting or underweighting of industry groups or individual securities is responsible for 30% of the fund's movement.
- **Beta:** This is a measure of a fund's market risk. The beta of the market is 1.00. Accordingly, a fund with a 1.10 beta is expected to perform 10% better than the market in up markets and 10% worse than the market in down markets. It is important to note, however, a low fund beta does not imply the fund has a low level of volatility; rather, a low beta means only that the fund's market-related risk is low. Because beta analyzes the market risk of a fund by showing how responsive the fund is to the market, its usefulness depends on the degree to which the markets determine the fund's total risk (indicated by R-squared).
- **Alpha:** The Alpha is the nonsystematic return, or the return that can't be attributed to the market. It can be thought of as how the manager performed if the market's return was zero. A positive alpha implies the manager added value to the return of the portfolio over that of the market. A negative alpha implies the manager did not contribute any value over the performance of the market.
- **Sharpe Ratio:** The Sharpe ratio is the excess return per unit of total risk as measured by standard deviation. Higher numbers are better, indicating more return for the level of risk experienced. The ratio is a fund's return minus the risk-free rate of return (30-day T-Bill rate) divided by the fund's standard deviation. The higher the Sharpe ratio, the more reward you are receiving per unit of total risk. This measure can be used to rank the performance of mutual funds or other portfolios.
- **Treynor Ratio:** The Treynor ratio measures returns earned in excess of that which could have been earned on a riskless investment per each unit of market risk. The ratio relates excess return over the risk-free rate to the additional risk taken; however, systematic risk is used instead of total risk. The Treynor ratio is similar to the Sharpe ratio, except in the fact that it uses the beta to evaluate the returns rather than the standard deviation of portfolio returns. High values mean better return for risk taken.

- **Tracking Error:** Tracking error measures the volatility of the difference in annual returns between the manager and the index. This value is calculated by measuring the standard deviation of the difference between the manager and index returns. For example, a tracking error of +/- 5 would mean there is about a 68% chance (1 standard deviation event) that the manager's returns will fall within +/- 5% of the benchmark's annual return.
- **Information Ratio:** The information ratio is a measure of the consistency of excess return. This value is determined by taking the annualized excess return over a benchmark (style benchmark by default) and dividing it by the standard deviation of excess return.
- **Consistency:** Consistency shows the percent of the periods the fund has beaten the index and the percent of the periods the index has beat the fund. A high average for the fund (e.g., over 50) is desirable, indicating the fund has beaten the index frequently.
- **Downside Risk:** Downside risk is a measure similar to standard deviation but focuses only on the negative movements of the return series. It is calculated by taking the standard deviation of the negative quarterly set of returns. The higher the factor, the riskier the product.
- **M-Squared:** M-squared, or the Modigliani risk-adjusted performance measure is used to characterize how well a portfolio's return rewards an investor for the amount of risk taken, relative to that of some benchmark portfolio and to the risk-free rate.

DEFINITION OF KEY PRIVATE EQUITY TERMS

- **PIC (Paid in Capital):** The amount of committed capital that has been transferred from the limited partner to the general partner.
- **TVPI (Total Value to Paid in Capital):** Money returned to limited partners plus the fund's unrealized investments, divided by money paid-in to the partnership. The TVPI should equal RVPI plus DPI.
- **DPI (Distribution to Paid In Capital):** Money returned (distributions) to limited partners divided by money paid in to the partnership. Also called cash-on-cash multiple.
- **RVPI (Residual Value to Paid In Capital):** The value of a fund's unrealized investments divided by money paid-in to the partnership.
- **Internal rate of return (IRR):** This is the most appropriate performance benchmark for private equity investments. It is a time-weighted return expressed as a percentage. IRR uses the present sum of cash drawdowns (money invested), the present value of distributions (money returned from investments) and the current value of unrealized investments and applies a discount.
- **Commitment:** Every investor in a private equity fund commits to investing a specified sum of money in the fund partnership over a specified period of time. The fund records this as the limited partnership's capital commitment. The sum of capital commitments is equal to the size of the fund.
- **Capital Distribution:** These are the returns that an investor in a private equity fund receives. It is the income and capital realized from investments less expenses and liabilities. Once a limited partner has had their cost of investment returned, further distributions are actual profit. The partnership agreement determines the timing of distributions to the limited partner. It will also determine how profits are divided among the limited partners and general partner.
- **Carried Interest:** The share of profits that the fund manager is due once it has returned the cost of investment to investors. Carried interest is normally expressed as a percentage of the total profits of the fund.
- **Co-Investment:** Co-Investments are minority investments made alongside a private equity investor in an LBO, a recapitalization, or an expansion capital transaction. It is a passive, non-controlling investment, as the private equity firm involved will typically exercise control and perform monitoring functions.
- **General Partner (GP):** This can refer to the top-ranking partners at a private equity firm as well as the firm managing the private equity fund.
- **GP Commitments:** It is normal practice for the GP managing a private equity fund to also make a financial commitment to the fund on the same basis as the LPs in the fund, and this is seen as an important factor driving the alignment of GP and LP interests. The historic benchmark for GP commitments has been 1% of the total fund size, but this is by no means universal, and many GPs commit significantly larger amounts. Furthermore, there has been a marked trend towards GPs making larger commitments to their funds over recent years.
- **Leveraged Buy-Out (LBO):** The acquisition of a company using debt and equity finance.
- **Limited Partner (LP):** Institutions or high-net-worth individuals/sophisticated investors that contribute capital to a private equity fund.
- **Public Market Equivalent (PME):** Performance measure used to evaluate performance relative to the market. It is calculated as the ratio of the discounted value of the LP's inflows divided by the discounted value of outflows, with the discounting performed using realized market returns.
- **Primaries:** An original investment vehicle that invests directly into a company or asset.

VALUATION POLICY

Fiducient Advisors does not engage an independent third-party pricing service to value securities. Our reports are generated using the security prices provided by custodians used by our clients. Our custodial pricing hierarchy is available upon request. If a client holds a security not reported by the first custodian within the hierarchy, the valuation is generated from the next custodian within the hierarchy, and so forth. Each custodian uses pricing services from outside vendors, where the vendors may generate nominally different prices. Therefore, this report can reflect minor valuation differences from those contained in a custodian's report. In rare instances where FA overrides a custodial price, prices are taken from Bloomberg.

REPORTING POLICY

This report is intended for the exclusive use of the client listed within the report. Content is privileged and confidential. Any dissemination or distribution is strictly prohibited. Information has been obtained from a variety of sources believed to be reliable though not independently verified. Any forecast represents median expectations and actual returns, volatilities and correlations will differ from forecasts. Please note each client has customized investment objectives and constraints and the investment strategy for each portfolio is based on a client-specific asset allocation model. Past performance does not indicate future performance and there is a possibility of a loss. Performance calculated net of investment fees. Certain portfolios presented may be gross of Fiducient Advisors' fees and actual performance would be reduced by investment advisory fees. This report does not represent a specific investment recommendation. Please consult with your advisor, attorney, and accountant, as appropriate, regarding specific advice.

Custodian reports are the reports that govern the account. There will be different account values between Fiduciary Advisors' reports and the custodian reports based on whether the report utilizes trade date or settlement date to calculate value. Additionally, difference between values contained on reports may be caused by different accrued income values. Any forecasts represent future expectations and actual returns, volatilities and correlations will differ from forecasts. This report does not represent a specific investment recommendation. Please consult with your advisor, attorney, and accountant, as appropriate, regarding specific advice. Past performance does not indicate future performance and there is a possibility of a loss.

Manager performance for mutual funds and ETFs is based on NAV and provided by Morningstar. Performance for non-mutual fund or ETF investments is based on the returns provided by managers, calculations based on a manager statement, or calculations based on a statement or data from the client's custodian. Unless specified otherwise, all returns are net of individual manager fees, represent total returns and are annualized for periods greater than one year. The deduction of fees produces a compounding effect that reduces the total rate of return over time. As an example, the effect of investment management fees on the total value of a client's portfolio assuming (a) quarterly fee assessment, (b) \$1,000,000 investment, (c) portfolio return of 8% a year, and (d) 0.50% annual investment advisory fee would be \$5,228 in the first year, and cumulative effects of \$30,342 over five years and \$73,826 over ten years. Additional information on advisory fees charged by Fiduciary Advisors are described in Part 2 of the Form ADV.

MATERIAL RISKS & LIMITATIONS

Fixed Income securities are subject to interest rate risks, the risk of default and liquidity risk. U.S. investors exposed to non-U.S. fixed income may also be subject to currency risk and fluctuations.
-Liability Driven Investing (LDI) Assets

Cash may be subject to the loss of principal and over longer period of time may lose purchasing power due to inflation.
-Short Term Liquidity

Domestic Equity can be volatile. The rise or fall in prices take place for a number of reasons including, but not limited to changes to underlying company conditions, sector or industry factors, or other macro events. These may happen quickly and unpredictably.

International Equity can be volatile. The rise or fall in prices take place for a number of reasons including, but not limited to changes to underlying company conditions, sector or industry impacts, or other macro events. These may happen quickly and unpredictably. International equity allocations may also be impacted by currency and/or country specific risks which may result in lower liquidity in some markets.

Real Assets can be volatile and may include asset segments that may have greater volatility than investment in traditional equity securities. Such volatility could be influenced by a myriad of factors including, but not limited to overall market volatility, changes in interest rates, political and regulatory developments, or other exogenous events like weather or natural disaster.

Private Equity involves higher risk and is suitable only for sophisticated investors. Along with traditional equity market risks, private equity investments are also subject to higher fees, lower liquidity and the potential for leverage that may amplify volatility and/or the potential loss of capital.

Private Credit involves higher risk and is suitable only for sophisticated investors. These assets are subject to interest rate risks, the risk of default and limited liquidity. U.S. investors exposed to non-U.S. private credit may also be subject to currency risk and fluctuations.

Private Real Estate involves higher risk and is suitable only for sophisticated investors. Real estate assets can be volatile and may include unique risks to the asset class like leverage and/or industry, sector or geographical concentration. Declines in real estate value may take place for a number of reasons including, but are not limited to economic conditions, change in condition of the underlying property or defaults by the borrower.

Marketable Alternatives involves higher risk and is suitable only for sophisticated investors. Along with traditional market risks, marketable alternatives are also subject to higher fees, lower liquidity and the potential for leverage that may amplify volatility or the potential for loss of capital. Additionally, short selling involved certain risks including, but not limited to additional costs, and the potential for unlimited loss on certain short sale positions.

OTHER

By regulation, closed-end funds utilizing debt for leverage must report their interest expense, as well as their income tax expense, as part of their total expense ratio. To make for a useful comparison between closed-end funds and both open-end funds and exchange-traded funds, adjusted expense ratios excluding interest and income tax expenses are utilized for closed-end funds within this report. See disclosure on closed-end fund fact sheets for information regarding the total expense ratio of each closed-end fund.

Please advise us of any changes in your objectives or circumstances.

CUSTODIAN STATEMENTS

Please remember to review the periodic statements you receive from your custodian. If you do not receive periodic statements from your custodian or notice issues with the activity reported in those statements, please contact FA or your custodian immediately.