

## Who We Are

Boyd Watterson Asset Management, LLC is an SEC-registered investment advisory firm with \$19.5 billion of assets under management\*. For 90+ years, we have successfully managed a broad range of fixed income and equity strategies for institutions and individuals alike. With a focus on the management of money and a dedication to the satisfaction of our clients' expectations, we offer the benefits of a boutique firm but with the resources usually attributable to much larger asset-management companies.

## Our Philosophy and Process

Our fixed income philosophy is centered on our belief that over time, active management may consistently generate excess returns and enhance risk-reward tradeoffs. We believe this is best achieved by taking a more strategic view of macroeconomic and market factors and coupling them with a value-driven decision-making process and the rigorous application of risk-management controls.

Our process focuses on four key sources of excess return or "alpha-drivers" as follows:

- Duration Management
- Sector Allocation
- Yield Curve Positioning
- Security Selection

For each alpha driver, there are specific fundamental factors, momentum indicators, and valuation measures which are analyzed. These sources of alpha are then combined and weighted depending upon product type and scope of the client mandate.

At all stages of the portfolio construction process, risks are identified, measured, and managed as part of the portfolio construction process, which seeks to ensure the desired risk levels are maintained. This is a highly disciplined, team-managed approach which remains fully invested in what we believe to be attractively valued sectors and securities.

As a result, portfolios are generally expected to outperform the applicable targeted benchmark(s). We believe this is achieved with transparency and without the use of leverage and/or derivative securities.

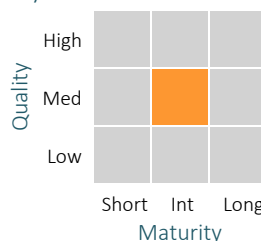
## The Boyd Watterson Value Proposition

- Time-tested philosophy and investment process
- Disciplined, fundamental research-based culture
- Balanced investment approach - top down/bottom up
- Transparent portfolio implementation
- Experienced, tenured team of investment professionals
- Client-oriented benefits of a boutique firm

## Objective

Intermediate Plus is a well-diversified†, broad market strategy that seeks to generate attractive risk-adjusted returns through a multi-sector approach that includes investment grade and high yield exposures.

## Style Facts



**Eligible Securities:** B3/B- or better at purchase; Up to 30% high yield  
**Maturity:** 1 - 10 Year Securities  
**Duration Range:** +/- 35% of Benchmark  
**Benchmark:** Bloomberg Intermediate Govt/Credit

	Portfolio Characteristics**	Benchmark***
Average Yield to Maturity/Call	4.80%	4.21%
Average Coupon	4.06%	3.68%
Average Maturity	5.58 Years	4.28 Years
Average Duration	3.83 Years	3.75 Years
Average Quality	A+	AA-
High Yield	11.86%	-

	Sector Allocation**	Benchmark***
Treasuries	52%	65%
Agencies	-	2
Mortgage Backed	-	-
Corporate	34	29
Municipal	-	-
CMBS	-	-
ABS	12	-
Other	2	4

	Duration Allocation**	Benchmark***
0 - 1 Years	16%	1%
1 - 3 Years	13	42
3 - 4 Years	14	15
4 - 6 Years	40	26
6 - 8 Years	18	15
Over 8 Years	-	1

	Quality Allocation**	Benchmark***
AAA	3%	3%
AA	52	69
A	7	14
BBB	25	14
Below BBB	12	-

\* Figure includes real estate assets managed in separately managed accounts and advisory-only unified managed accounts (UMA). SEC registration does not constitute an endorsement of the Firm by the SEC nor does it indicate that the Firm has a particular level of skill or ability.  
 \*\* Based on the model portfolio. Data presented herein is calculated based on the portfolio(s)' allocation to the Boyd Watterson Limited Duration Enhanced Income Fund using a look-through approach. The look-through approach calculates the applicable portion of the above information by multiplying the account's percentage ownership of LDEI times each individual LDEI Fund holding percent. Performance data provided on the following page uses composite data and is not associated with the look-through.  
 \*\*\* Source: Capital Management Sciences.  
 † Diversification does not protect against losses.