

### ABOUT APPLETON

- Founded in 1986 and located in Boston, MA
- 100% employee owned and operated
- Collaborative, team-oriented culture marked by personnel continuity
- Consistent investment philosophy and process emphasizes quality, liquidity and tax efficiency
- Commitment to separate account management
- Assets Under Management of \$11.9 billion as of 6.30.2023

### STRATEGY OVERVIEW AND OBJECTIVE

- Investment Grade Corporates, Taxable Municipals, US Treasuries, TIPs and US Agencies
- Maturity range of 2 – 10 years
- Seeks to preserve and grow capital, while producing high income and competitive returns
- Intensive fundamental research draws upon issuer specific credit risk metrics and proprietary ratings
- Accounts typically hold 20 – 25 positions with average annual turnover of 20 – 25%

### INVESTMENT PHILOSOPHY & PROCESS

Seek to add value through yield curve positioning, sector rotation and security selection, while capitalizing on market inefficiencies and undervalued sectors and credits

#### RESEARCH

Work closely with the portfolio management team to identify specific sector and individual security opportunities

- Proprietary and independent credit analysis
- Access to Moody's, S&P and other 3rd party research
- Coverage from major investment bank research
- Active ongoing credit surveillance

#### PORTFOLIO MANAGEMENT

Seek to protect principal while delivering income and growth opportunities within defined risk parameters

- Formulate broad investment and risk strategies
- Economic inputs help establish overall portfolio structure
- Customize duration targets, scenario analysis, and other risk tools
- Hands-on attention paid to each client account

#### CUSTOMIZED CLIENT PORTFOLIO

### INVESTMENT GUIDELINES

Maturity Range	2 – 10 Years
Duration Range	3.5 – 4.5 Years
Credit Quality	Investment Grade
Diversification	Position sizes reflect round lot execution and ability to efficiently access market liquidity and meet required income needs
Issuer Diversification	5% position target at time of purchase
Benchmark	Barclays Capital U.S. Intermediate Government/Credit Bond Index

#### ACCOUNT REVIEW:

- Integrated portfolio systems help ensure adherence to client and strategy guidelines
- Proprietary technology links trading, settlement, reconciliation and compliance processes
- Sustained engagement with financial advisors and investors

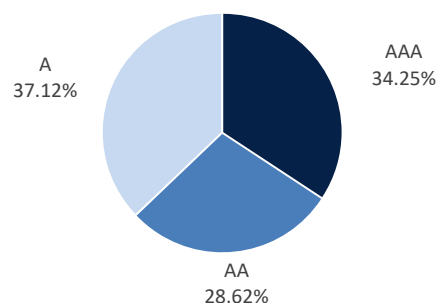
#### PORTFOLIO OPTIMIZATION:

- Discipline and flexibility in changing markets
- Rebalance based on evolving client objectives, security specific outlooks, investment markets and global economies
- Sell discipline triggered by credit and relative value changes, yield curve shifts and sector rotation opportunities

## COMPOSITE CHARACTERISTICS\*

## CREDIT PROFILE\*\*

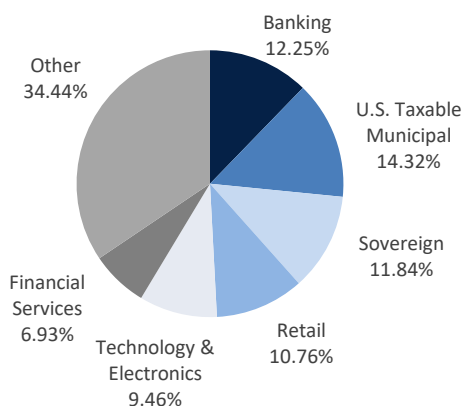
	API	BENCHMARK
Maturity	3.95 Years	4.30 Years
Duration	3.52 Years	3.81 Years
Coupon	3.33%	2.61%
Price	95.767	92.7
Yield to Worst	4.78%	4.81%
Yield to Maturity	4.78%	N/A
Current Yield	3.46%	2.82%



Source: Appleton Partners, Inc.

## TOP SECTOR PROFILE

## TOP TEN HOLDINGS

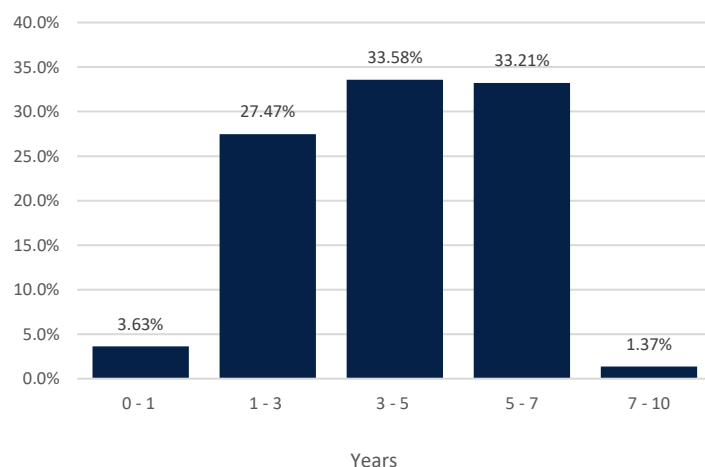
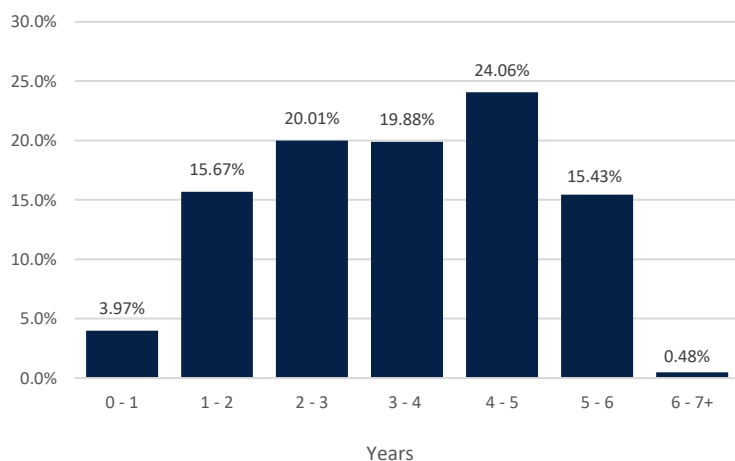


SECURITY	COUPON (%)
Apple Inc.	3.200
Walmart Inc.	3.700
Verizon Communications	4.329
Bp Cap Markets America	3.633
Jpmorgan Chase & CO	3.200
Bank of America Corp	5.202
MidAmerican Energy CO	3.500
Morgan Stanley	3.125
Microsoft Corp	3.125
Comcast Corp	4.150

Source: Appleton Partners, Inc.

## DURATION PROFILE

## MATURITY PROFILE



Source: Appleton Partners, Inc.

\*Composite data and characteristics as of 6.30.23

\*\*Credit Profile: AAA includes cash, pre-refunded bonds, and US Treasuries

The composites used to calculate strategy characteristics ("Characteristic Composites") are subsets of the account groups used to calculate strategy performance ("Performance Composites"). Characteristic Composites excludes any account in the Performance Composite where cash exceeds 10% of the portfolio. Therefore, Characteristic Composites can be a smaller subset of accounts than Performance Composites. Inclusion of the additional accounts in the Characteristic Composites would likely alter the characteristics displayed above by the excess cash. Please contact us if you would like to see characteristics of Appleton's Performance Composites.



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