

As of 6/30/2024



## Navigator Tax Free Fixed Income

### Navigate Tax-Free Fixed Income with Individual Municipal Bonds

As interest rates change, an active strategy focused on adding value may deliver better client outcomes. Clark Capital believes investors will benefit from a disciplined active approach to security selection that is designed to deliver income with below average risk.

#### **Exploit Inefficiencies in the Municipal Markets with Active Management**

**Actively seek attractive opportunities in  
the current environment.**

The strategy is based on the conviction that fundamental analysis provides greater value than speculating through interest rate forecasting. Changing expectations about the shape of the yield curve, credit spreads, and sector valuations within an already fragmented muni market can create pockets of value and opportunity.

#### **Utilize a Disciplined Approach to Eliminate Uncompensated Risk**

**Aims to provide long-term,  
risk adjusted returns.**

The portfolio seeks to achieve strong adjusted returns by building a curated portfolio of individual bonds. Intermediate maturities may offer attractive yields at a lower level of risk than longer-term securities.

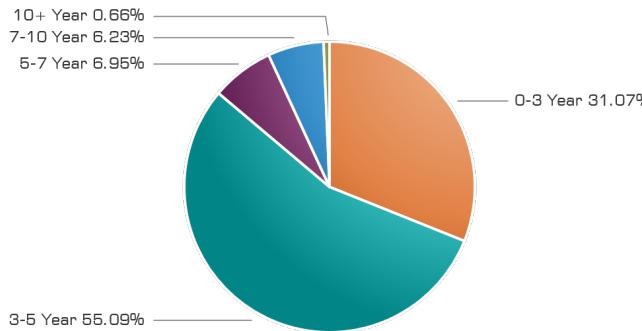
#### **Add Value in a Changing Rate Environment with Individual Bonds**

**Seek to constantly  
build par value.**

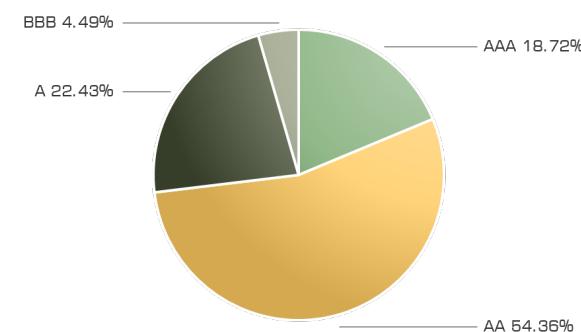
Because interest rates do not rise in a linear fashion, our active approach seeks to take advantage of opportunities by building par value. The strategy seeks to take advantage of price inefficiencies during interest rate changes or volatility.

This strategy provides strategic exposure to a broad range of tax free municipal bonds. The strategy seeks to deliver total return with a secondary goal of income.

#### Duration



#### Credit



\*Percentage of the portfolio unassigned (the issuer did not submit for rating to S&P) or not rated by Standard & Poor's credit ratings.

# Navigator Tax Free Fixed Income

## Our Approach & Process

### Step 1

#### Top Down Analysis of:

- Economic Cycle/Monetary and Fiscal Policy
- Determines:
  - Portfolio Diversification
  - Yield Curve Positioning
  - Credit Positioning
  - Municipal Sector Selection

### Step 2

#### Existing Individual Security Analysis:

- Negative Credit and Duration Screening
- Individual Sector Spread Analysis
- Additions to Existing Positions Based on Relative Value/Liquidity

#### Individual Security Analysis of New Bonds:

- Individual Sector Spread Analysis
  - Portfolio weightings vs. benchmark comparisons
  - Geographic focus based on national vs. state focus/specific needs
- Examination of Proposed Bond Issue in Credit Scope
  - Evaluation of additional credit metrics
- Assessment of Bond Purchase Based upon Recent Trading History and Relative Value vs. Peer Group and Sector Trends

### Step 3

#### Daily Risk Assessment:

- Average Credit Quality Analysis
- Duration Analysis
- Liquidity
- Market Volatility

## Characteristics

|   | Portfolio | Benchmark | Difference |
|---|-----------|-----------|------------|
| Coupon Rate                             | 4.96      | 4.65      | .31        |
| Current Yield                           | 4.76      | 4.46      | .3         |
| S&P Credit Rating (Current Only)        | AA-       | AA-       |            |
| Port. Ending Yield to Maturity          | 3.29      | 3.64      | -.35       |
| Port. Ending Yield to Worst             | 3.2       | 3.41      | -.2        |
| Years to Maturity                       | 6.35      | 8.04      | -1.69      |
| Port. Ending Modified Duration          | 3.88      | 4.23      | -.35       |
| Port. Ending Modified Duration to Worst | 3.64      | 3.54      | .1         |

\*Gross returns do not include the deduction of transaction costs, and are shown as supplemental information.

\*\*The net 3.00% performance is shown because 3.00% is the generally assumed highest model wrap fee.

The benchmark is the Bloomberg Municipal 5 Yr. Bond. The risk statistics are calculated against it.

| Performance (as of 6/30/2024)    | Portfolio (Gross)* | Portfolio (Net of 3.0%)** | Benchmark |
|----------------------------------|--------------------|---------------------------|-----------|
| MTD                              | 1.10               | 0.85                      | 1.05      |
| 3 Months                         | -0.34              | -1.09                     | -0.42     |
| YTD                              | -0.81              | -2.29                     | -0.79     |
| 1 Year                           | 1.96               | -1.05                     | 2.26      |
| 3 Year                           | -1.43              | -4.35                     | -0.60     |
| 5 Year                           | 0.58               | -2.40                     | 0.83      |
| 7 Year                           | 1.49               | -1.51                     | 1.37      |
| 10 Year                          | 2.03               | -0.98                     | 1.56      |
| Since Inception (As of 1/1/2000) | 3.80               | 0.74                      | 3.43      |
| Cumulative Return                | 149.34             | 19.72                     | 128.47    |

## Risk Measures

|                    |       |       |        |
|--------------------|-------|-------|--------|
| Standard Deviation | 3.74  | 3.74  | 3.35   |
| Beta               | 1.00  | 1.00  | 1.00   |
| Alpha              | 0.38  | -2.59 | 0.00   |
| Sharpe Ratio       | 0.54  | -0.26 | 0.49   |
| R Squared          | 79.12 | 79.12 | 100.00 |

## Calendar Year Performance

|      |       |        |       |
|------|-------|--------|-------|
| 2023 | 4.11  | 1.04   | 4.31  |
| 2022 | -7.50 | -10.26 | -5.26 |
| 2021 | 0.99  | -2.00  | 0.34  |
| 2020 | 4.54  | 1.46   | 4.29  |
| 2019 | 6.70  | 3.56   | 5.45  |
| 2018 | 1.15  | -1.85  | 1.69  |
| 2017 | 5.35  | 2.24   | 3.14  |
| 2016 | 0.41  | -2.56  | -0.39 |
| 2015 | 3.35  | 0.30   | 2.43  |
| 2014 | 8.82  | 5.63   | 3.19  |
| 2013 | -2.14 | -5.04  | 0.81  |
| 2012 | 6.10  | 2.98   | 2.96  |
| 2011 | 9.36  | 6.15   | 6.93  |
| 2010 | 3.29  | 0.24   | 3.40  |
| 2009 | 11.26 | 7.99   | 7.40  |
| 2008 | -1.10 | -4.03  | 5.78  |
| 2007 | 3.62  | 0.56   | 5.15  |
| 2006 | 4.32  | 1.24   | 3.34  |
| 2005 | 3.11  | 0.06   | 0.95  |
| 2004 | 4.22  | 1.14   | 2.72  |
| 2003 | 3.23  | 0.18   | 4.13  |
| 2002 | 7.69  | 4.52   | 9.27  |
| 2001 | 5.58  | 2.47   | 6.21  |
| 2000 | 9.46  | 6.24   | 7.72  |

Past performance is not indicative of future results. Please see attached disclosures.

# Navigator Tax Free Fixed Income

## Important Disclosures

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Advisory services offered through Clark Capital Management Group, Inc., an investment adviser registered with the U.S. Securities and Exchange Commission. Registration does not imply a certain level of skill or training.

Fixed income securities are subject to interest rate and credit risk, which is a possibility that the issuer of a security will be unable to make interest payments and repay the principal on its debt. As interest rates rise, the price of fixed income securities falls. Fixed income securities are subject to illiquidity risk, which is the risk that securities may be difficult to sell at certain prices when no market participants are willing to purchase the securities at such prices. For tax-exempt securities, certain investors may be subject to the Federal Alternative Minimum Tax, and state and local taxes may apply. Capital gains, if any, are fully taxable. Developments affecting the jurisdictions which issued municipal bonds held in the strategy, such as tax, legislative, or political changes, will adversely affect the securities held by the strategy or that are available for investment by the strategy. Unfavorable developments in any economic sector may have far-reaching ramifications on the overall municipal bond market. Bond values fluctuate in response to the financial condition of individual issuers, general market and economic conditions, and changes in interest rates. Changes in market conditions and government policies may lead to periods of heightened volatility in the bond market and reduced liquidity for certain bonds held in the strategy. In general, when interest rates rise, bond values fall and investors may lose principal value. Interest-rate changes and their impact on the fund and its share price can be sudden and unpredictable.

# Navigator Tax Free Fixed Income

## GIPS® Composite Report (as of 12/31/2023)

Past performance is not indicative of future results. This material is not financial advice or an offer to sell any product. Not every client's account will have these exact characteristics. The actual characteristics with respect to any particular client account will vary based on a number of factors including but not limited to: (i) the size of the account; (ii) investment restrictions applicable to the account, if any; and (iii) market exigencies at the time of investment. Clark Capital Management Group, Inc. reserves the right to modify its current investment strategies and techniques based on changing market dynamics or client needs. The information provided in this report should not be considered a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in an account's portfolio at the time you receive this report or that securities sold have not been repurchased. The securities discussed may not represent an account's entire portfolio and in the aggregate may represent only a small percentage of an account's portfolio holdings. It should not be assumed that any of the securities transactions, holdings or sectors discussed were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein.

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**Calculation Methodology:** Composite returns assume reinvestment of income and other earnings, are net of withholding taxes, if any, and are reported in U.S. dollars. Net returns presented reflect the deduction of a model investment advisory fee of 3% which is the highest wrap fee charged by any sponsor. Trade date accounting is used. Leverage is not used in the composite. The composites are comprised of all fully discretionary accounts managed in the strategy for one full month, including those accounts no longer with the firm. Closed accounts are included through the completion of the last full month of eligibility. Effective 1/1/2023, within all composites, portfolios are removed from the composite if the net contribution or withdrawal for the month exceeds 20% of the beginning market value of the portfolio for that month. The date of the cash flow is determined by when cash enters or exits the portfolio. A copy of the complete list and description of Clark Capital's composites, list of broad distribution pooled funds, verification and performance examination reports, and policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

### Navigator Tax Free Fixed Income Composite

Composite Inception and Creation Date: 1/1/2000

|                            | Note A:<br>Pure Gross<br>Total Return | Net of<br>3.0% | Bloomberg<br>Municipal 5 Yr.<br>Bond | Internal<br>Dispersion | Number<br>of Portfolios | Composite<br>Assets<br>(in Millions) | Wrap Fee | Total Firm Assets<br>(in Millions) |
|----------------------------|---------------------------------------|----------------|--------------------------------------|------------------------|-------------------------|--------------------------------------|----------|------------------------------------|
| 1/1/2023 to 12/31/2023     | 4.11%                                 | 1.04%          | 4.31%                                | 0.36%                  | 3490                    | \$1940.334                           | 100%     | \$25,930.8                         |
| 1/1/2022 to 12/31/2022     | -7.50%                                | -10.26%        | -5.26%                               | 0.96%                  | 3059                    | \$1689.514                           | 100%     | \$21,935.0                         |
| 1/1/2021 to 12/31/2021     | 0.99%                                 | -2.00%         | 0.34%                                | 0.43%                  | 2389                    | \$1499.186                           | 100%     | \$22,847.4                         |
| 1/1/2020 to 12/31/2020     | 4.54%                                 | 1.46%          | 4.29%                                | 0.73%                  | 1845                    | \$1142.369                           | 100%     | \$17,305.2                         |
| 1/1/2019 to 12/31/2019     | 6.70%                                 | 3.56%          | 5.45%                                | 0.66%                  | 1395                    | \$827.462                            | 100%     | \$14,519.0                         |
| 1/1/2018 to 12/31/2018     | 1.15%                                 | -1.85%         | 1.69%                                | 0.38%                  | 1147                    | \$626.050                            | 100%     | \$10,563.7                         |
| 1/1/2017 to 12/31/2017     | 5.35%                                 | 2.24%          | 3.14%                                | 0.87%                  | 938                     | \$549.598                            | 100%     | \$7,088.8                          |
| 1/1/2016 to 12/31/2016     | 0.41%                                 | -2.56%         | -0.39%                               | 0.43%                  | 664                     | \$408.813                            | 100%     | \$4,159.8                          |
| 1/1/2015 to 12/31/2015     | 3.35%                                 | 0.30%          | 2.43%                                | 0.58%                  | 112                     | \$72.062                             | 100%     | \$2,308.7                          |
| 1/1/2014 to 12/31/2014     | 8.82%                                 | 5.63%          | 3.19%                                | 1.59%                  | 77                      | \$50.413                             | 100%     | \$2,082.3                          |
| Annualized Since Inception | 3.92%                                 | 0.85%          | 3.54%                                |                        |                         |                                      |          |                                    |
| Cumulative Since Inception | 151.38%                               | 22.53%         | 130.30%                              |                        |                         |                                      |          |                                    |

\*Internal dispersion is not presented for periods of less than a full year, or for annual periods that include less than 5 accounts for the full year.

Internal dispersion is calculated using the equal-weighted standard deviation of annual pure gross account returns for those accounts included in the composite for the entire year. Prior to 2020, dispersion was calculated using the equal-weighted average deviation of annual pure gross account returns for those accounts included in the composite for the entire year.

As of  
12/31/2023

**Note A:** Pure gross-of-fees performance returns are presented as supplemental information and do not reflect the deduction of any trading costs, fees, or expenses. Therefore, returns will be reduced by advisory and other expenses.

# Navigator Tax Free Fixed Income

## GIPS® Composite Report (as of 12/31/2023)

### 3-Year Annualized Ex-post Standard Deviation

| Year | Composite | Benchmark |   |
|------|-----------|-----------|---|
| 2023 | 5.24%     | 5.05%     | Past performance does not guarantee future results. Client account values will fluctuate and may be worth more or less than the amount invested. Clients should not rely solely on this performance or any other performance illustrations when making investment decisions.  |
| 2022 | 5.05%     | 4.59%     | Clark Capital claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Clark Capital has been independently verified for the periods January 1, 2002 through December 31, 2023. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Navigator Tax Free Fixed Income composite had a performance examination for the following period(s): 1/1/2013 through 12/31/2023. The verification and performance examination reports are available upon request. |
| 2021 | 3.20%     | 2.92%     |   |
| 2020 | 3.31%     | 2.93%     |   |
| 2019 | 2.26%     | 2.03%     |   |
| 2018 | 3.61%     | 2.60%     |   |
| 2017 | 3.54%     | 2.63%     |   |
| 2016 | 3.59%     | 2.47%     |   |
| 2015 | 3.02%     | 2.13%     |   |
| 2014 | 3.31%     | 2.14%     |   |

The 3-year annualized ex-post standard deviation measures the variability of the composite's pure gross returns and benchmark returns over the preceding 36-month period.

Past performance does not guarantee future results. Client account values will fluctuate and may be worth more or less than the amount invested. Clients should not rely solely on this performance or any other performance illustrations when making investment decisions.

Clark Capital claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Clark Capital has been independently verified for the periods January 1, 2002 through December 31, 2023. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Navigator Tax Free Fixed Income composite had a performance examination for the following period(s): 1/1/2013 through 12/31/2023. The verification and performance examination reports are available upon request.

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Composite Description: The Navigator Tax-Free Fixed Income composite is comprised of those accounts invested in very high credit quality (average quality is Investment Grade or better) individual tax free municipal securities. The portfolio is constructed to control risk through maintaining duration in the portfolios (a measure of interest rate sensitivity) of between four and seven years. The strategy seeks to provide current income on a consistent basis by applying a fundamental investment approach. Active management in the portfolios seeks to provide returns to the stated benchmark through state, sector and security selection. Portfolio turnover will vary based on market opportunities such as tax loss harvesting and yield curve shifts.

Fee Schedule: The maximum total wrap fee is 3.00%. The total wrap fee includes all charges for trading costs, portfolio management, custody, and other administrative fees. Actual fees may differ from the fees used in this presentation depending upon account size, investments, and agreement with the client.

Benchmark Description: The benchmark is the Bloomberg 5 Year Municipal Bond Index. The Bloomberg 5-Year Municipal Bond Index is the 5 Year (4-6) component of the Municipal Bond index. It is a rules-based, market-value-weighted index engineered for the tax-exempt bond market. The index tracks general obligation bonds, revenue bonds, insured bonds, and pre-refunded bonds rated Baa3/BBB- or higher by at least two of the ratings agencies. The benchmark for this composite is used because the Bloomberg 5 Year Municipal Index is generally representative of U.S. municipal fixed income. Index returns reflect the reinvestment of income and other earnings, are provided to represent the investment environment shown, and are not covered by the report of independent verifiers.

The volatility (beta) of the Composite may be greater or less than its respective benchmarks. It is not possible to invest in these indices.

# Navigator Tax Free Fixed Income

## Statistic Descriptions

Standard Deviation: A statistical measure of dispersion about an average which depicts how widely the returns varied over a certain period of time.

3-Year Standard Deviation: The 3-year annualized standard deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period.

Beta: A measure of systematic risk with respect to a benchmark. Systematic risk is the tendency of the value of the composite and the value of the benchmark to move together. Beta measures the sensitivity of the composite's excess return (total return minus the risk-free return) with respect to the benchmark's excess return that results from their systematic co-movement. It is the ratio of what the excess return of the composite would be to the excess return of the benchmark if there were no composite-specific sources of return. If beta is greater than one, movements in value of the composite that are associated with movements in the value of the benchmark tend to be amplified. If beta is one, they tend to be the same, and if beta is less than one, they tend to be dampened. If such movements tend to be in opposite directions, beta is negative. Beta is measured as the slope of the regression of the excess return on the composite as the dependent variable and the excess return on the benchmark as the independent variable.

The beta of the market is 1.00 by definition. Morningstar calculates beta by comparing a portfolio's excess return over T-bills to the benchmark's excess return over T-bills, so a beta of 1.10 shows that the portfolio has performed 10% better than its benchmark in up markets and 10% worse in down markets, assuming all other factors remain constant. Conversely, a beta of 0.85 indicates that the portfolio's excess return is expected to perform 15% worse than the benchmark's excess return during up markets and 15% better during down markets.

Alpha: A measure of the difference between a portfolio's actual returns and its expected performance, given its level of risk as measured by beta. A positive alpha figure indicates the portfolio has performed better than its beta would predict. In contrast, a negative alpha indicates the portfolio has underperformed, given the expectations established by beta. Alpha is calculated by taking the excess average monthly return of the investment over the risk free rate and subtracting beta times the excess average monthly return of the benchmark over the risk free rate.

Sharpe Ratio: A risk-adjusted measure developed by Nobel Laureate William Sharpe. It is calculated by using standard deviation and excess return to determine reward per unit of risk. The higher the Sharpe Ratio, the better the composite's historical risk-adjusted performance. The Sharpe ratio is calculated for the past 36-month period by dividing a composite's annualized excess returns by the standard deviation of a composite's annualized excess returns. Since this ratio uses standard deviation as its risk measure, it is most appropriately applied when analyzing a composite that is an investor's sole holding. The Sharpe Ratio can be used to compare two composites directly as to how much risk a composite had to bear to earn excess return over the risk-free rate.

R-Squared: Reflects the percentage of a portfolio's movements that can be explained by movements in its benchmark.

Downside Capture Ratio: Measures a manager's performance in down-markets. A down-market is defined as those periods (months or quarters) in which market return is less than 0. In essence, it tells you what percentage of the down-market was captured by the manager. For example, if the ratio is 110%, the manager has captured 110% of the down-market and therefore underperformed the market on the downside.

Upside Capture Ratio: Measures a manager's performance in up markets relative to the market (benchmark) itself. It is calculated by taking the security's upside capture return and dividing it by the benchmark's upside capture return.

Bull Beta: A measure of the sensitivity of a composite's return to positive changes in its benchmark's return.

Bear Beta: A measure of the sensitivity of a composite's return to negative changes in its benchmark's return.

Best Month: The highest monthly return of the investment since its inception or for as long as data is available.

Worst Month: The lowest monthly return of the investment since its inception or for as long as data is available.

Maximum Gain: The peak to trough incline during a specific record period of an investment or composite. It is usually quoted as the percentage between the peak to the trough.

Maximum Drawdown: The peak to trough decline during a specific record period of an investment or composite. It is usually quoted as the percentage between the peak to the trough.

Coupon rate is the annual coupon payments paid by the issuer relative to a bond's face or par value.

Current yield is the investment's annual income divided by the current price of the security.

Years to Maturity shown is the number of years the security matures (i.e., is due and payable), the number of years the interest rate on those securities is reset, or the number of years those securities can be redeemed through demand.

Port. Ending Yield to maturity (YTM) is the total return anticipated on a bond if the bond is held until maturity and is expressed as an annual rate as of quarter-end. Bond yields are frequently calculated on a yield-to-maturity basis. Duration is the measure of the price sensitivity of a fixed-income security to an interest rate change of 100 basis points. Calculation is based on the weighted average of the present values for all cash flows.

Yield to worst (YTW) is a measure of the lowest possible yield that can be received on a bond that fully operates within the terms of its contract without defaulting as of quarter-end. YTW is based on a portfolio's current holdings on one specific day, is gross of all portfolio expenses, and is calculated based on assumptions that prepayment occurs if the bond has call or put provisions and the issuer can offer a lower coupon rate based on current market rates. If market rates are higher than the current yield of a bond, the YTW calculation will assume no prepayments are made, and YTW will equal the yield to maturity. The YTW will be the lowest of yield to maturity or yield to call (if the bond has prepayment provisions). The YTW of a bond portfolio is the market-weighted average of the YTWS of all the bonds in the portfolio.

Port. Ending Modified Duration shows the measurable change in the value of the bond in response to a change in interest rates and is expressed as the effect that a 1% change in interest rates will have on the price of the bond as of quarter-end.

Port. Ending Modified Duration to Worst shows the change in yield calculated to the priced to worst date as of quarter-end. Performance-related characteristics are subject to various risks as discussed below and cannot be guaranteed.