

Large Cap Value Dividend Select: Performance & Commentary

PERFORMANCE SUMMARY

The strategy returned 4.24% before fees (4.09% net of fees) in the second quarter, compared to the 3.79% return from the Benchmark Russell 1000 Value Index.

Asset allocation detracted 0.37% to the relative performance for the quarter, primarily from underweighting the outperforming Industrials sector. Stock selection contributed 0.82% from performance for the quarter, driven primarily by holdings in the Information Technology, Utilities, Financials, Health Care, and Real Estate sectors, while holdings in the Consumer Staples, Industrials, and Materials sectors were a drag on relative performance.

MARKET OUTLOOK

The second quarter began with a large selloff in equity markets over the announcement of tariffs, but the selling quickly subsided after Trump declared that he would put in place a 90 day pause with only a 10% reciprocal tariff imposed. Equities clawed their way back through the quarter, with many indices reaching new highs at quarter-end. Investors appeared less worried about tariffs and began looking forward to the stimulus provided by the Big Beautiful Bill (BBB) and eventual rate cuts from the Fed. Many high yielding stocks underperformed in the risk-on environment, while those with strong dividend growth generally outperformed.

Tariffs negotiations continue to evolve, making it difficult to determine their impact upon earnings, and to what extent any effects are borne by suppliers and sellers through lower margins or passed on by higher prices and customers. Stimulus from the BBB accompanied by Fed interest rates could benefit Value stocks, which have historically fared well in an environment characterized by higher inflation, a steeper yield curve and a strong consumer. The extended run of growth stocks has led to the trailing yield of the S&P 500 to dwindle to 1.24%, the lowest it has been since the tech bubble. Further gains are possible but will likely be driven by a rotation into the more attractively priced equities, including dividend payers.

Large Cap Value Dividend Select is a value-based strategy with a heavy exposure to the dividend yield factor that has performed relatively well during periods of lower equity market returns and higher volatility. Many client core equity portfolios have become more tilted towards growth, as indices have become top-heavy with growth names, and a value-oriented, dividend stock investing strategy could serve as a major source of diversification to help moderate risk.

STRATEGY OVERVIEW




Benchmark: Russell 1000 Value

Inception Date: July 1, 2004

STRATEGY SUMMARY

Large Cap Value Dividend Select invests in dividend paying stocks with market capitalization greater than \$1 billion. The portfolio is managed with the dual objectives of outperforming the Russell 1000 Value Index and also producing a higher current yield than the benchmark index. We believe the portfolio is well-diversified, with representation across all eleven of the major sectors comprising the U.S. equity market. The bottom-up security selection process seeks to invest in dividend-paying stocks that provide attractive fundamental value and demonstrate strong earnings growth relative to their sector peers.

PERFORMANCE*

	MOST RECENT QUARTER	1-YEAR	3-YEAR	5-YEAR	10-YEAR
 Gross	4.24%	12.13%	11.09%	13.35%	9.41%
 Net	4.09%	11.47%	10.44%	12.68%	8.76%
 Benchmark	3.79%	13.70%	12.76%	13.93%	9.19%

Source - Bloomberg and F/m Investments

*Returns are Estimated. Past performance is no guarantee of future results.

Benchmark: The benchmark is the Russell 1000 Value Index. Prior to January 1, 2008 the was the Dow Jones Equity Income 100 Index. It was changed to more accurately represent the investment strategy.

As of June 30, 2025. All benchmark returns presented are provided to represent the investment environment existing during the time periods shown. Actual investment performance will vary due to fees and expenses. Investment performance reflects the reinvestment of dividends and other income. Gross-of-fees performance is shown net of trading expenses. Net of fees performance is shown net of a model investment management fee that is equal to the highest fee charged to the intended audience. For comparison purposes, the benchmarks include the reinvestment of income. Indices are unmanaged, do not reflect fees and expenses, and are not available for direct investment. Past performance is no guarantee of future results.

Large Cap Value Dividend Select: Most Recent Quarter Attribution

SECTOR ATTRIBUTION					
SECTOR	AVERAGE WEIGHT		*ATTRIBUTION ANALYSIS		
	PORTFOLIO	BENCHMARK	ALLOCATION EFFECT	SELECTION EFFECT	TOTAL EFFECT
Communication Services	3.87%	4.58%	0.00%	-0.23%	-0.23%
Consumer Discretionary	6.88%	5.89%	0.03%	-0.11%	-0.08%
Consumer Staples	7.77%	8.35%	0.02%	-0.59%	-0.57%
Energy	6.53%	6.46%	-0.03%	-0.15%	-0.18%
Financials	22.45%	23.45%	-0.04%	0.50%	0.46%
Health Care	14.23%	13.74%	-0.05%	0.47%	0.42%
Industrials	11.54%	14.80%	-0.32%	-0.45%	-0.77%
Information Technology	9.96%	9.02%	0.11%	0.72%	0.83%
Materials	3.53%	4.17%	0.01%	-0.44%	-0.43%
Real Estate	3.94%	4.67%	0.02%	0.36%	0.38%
Utilities	5.74%	4.87%	-0.03%	0.74%	0.71%
Cash	3.55%	0.00%	-0.09%	0.00%	-0.09%
Total Portfolio	100.00%	100.00%	-0.37%	0.82%	0.45%

Benchmark = Russell 1000 Value

*The attribution analysis is based off a model portfolio, and does not include fees or expenses.

As of June 30, 2025. Individual client results may vary. Total Effect includes sector allocation effect + stock selection effect. Past performance does not guarantee future results. The benchmarks are unmanaged and unavailable for direct investment. Percentages may not add up to 100% due to rounding.

Large Cap Value Dividend Select: Characteristics

STRATEGY OVERVIEW

Benchmark:	Russell 1000 Value
Holdings:	55-65 securities
Diversification:	On a security basis, won't overweight to the benchmark by >3%
Return Objective:	Outperform the Russell 1000 Value Index by 1.75%
Risk Control:	Tracking Error target of 2.5% to 5.0% vs. Russell 1000 Value Index

TOP TEN HOLDINGS BY WEIGHT

	TICKER	PERCENT WEIGHT
JPMorgan Chase & Co.	JPM	3.56%
Cisco Systems, Inc.	CSCO	2.79%
Entergy Corp.	ETR	2.58%
PNC Financial Services Group, Inc.	PNC	2.51%
MetLife, Inc.	MET	2.46%
Bank of America Corp.	BAC	2.45%
Wells Fargo & Co.	WFC	2.26%
Eaton Corp.	ETN	2.21%
AbbVie Inc.	ABBV	2.12%
Johnson & Johnson	JNJ	2.08%

CHARACTERISTICS

GENERAL MEASURES	LCVDS	BENCHMARK
Number Of Stocks In Portfolio	64	874
Weighted Average Cap (\$ Mil)	223,887	292,488
Yield (%)	3.0	1.9
ROE (%)	20.8	18.0
Debt/Equity Ratio (%)	122.4	72.7
Beta	1.02	—
VALUE MEASURES	LCVDS	BENCHMARK
Price/Earnings Ratio* (12-Month Trailing)	18.5	20.1
Price/Earnings Ratio* (Forecast FY)	15.5	18.2
Price/Book Value Ratio	2.6	2.8
Price/Cash Flow Ratio	9.9	12.2
Price/Sales Ratio	1.6	2.0
GROWTH MEASURES	LCVDS	BENCHMARK
EPS 1-Year Growth Rate (%) (Forecast FY)	9.5	9.7
EPS 5-Year Growth Rate (%) (Trailing)	9.9	15.2
EPS Growth - Long-Term Forecast	8.2	9.7

As of June 30, 2025. *Price /Earnings ratios exclude stocks with zero or negative earnings. Data Source: FactSet | Past performance does not guarantee future results. The benchmarks are unmanaged and unavailable for direct investment. Holdings are subject to change and are as of the date indicated. These holdings should not be considered a recommendation to purchase, hold, or sell any particular security. There is no assurance that any of the securities noted will remain in the portfolio at the time you receive this presentation. It should not be assumed that any of the holdings discussed were, or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable. A complete list of all recommendations made by the firm is available upon request. As of 1/1/2024, the Total Strategy ROE includes negative values, and also caps all ROE security values that are greater than 100 or less than -100. The targeted returns are forward-looking, do not represent actual performance, there is no guarantee that such performance will be achieved, and that actual results may vary substantially. Return target is purely aspirational.

Large Cap Value Dividend Select: Sector Weights

SECTOR	LCVDS	BENCHMARK	DIFFERENCE	
Consumer Discretionary	7.64%	7.60%	0.04%	
Consumer Staples	7.36%	8.14%	-0.77%	
Energy	6.47%	5.88%	0.60%	
Financials	23.74%	22.73%	1.00%	
Health Care	13.03%	11.68%	1.35%	
Industrials	12.03%	13.07%	-1.04%	
Information Technology	11.17%	10.56%	0.61%	
Materials	3.40%	4.13%	-0.72%	
Real Estate	4.46%	4.22%	0.24%	
Communication Services	4.74%	7.60%	-2.85%	
Utilities	5.95%	4.41%	1.55%	

As of June 30, 2025. Based off a model portfolio, and does not include fees or expenses. Individual client results may vary. Past performance does not guarantee future results. Indices are unmanaged, do not reflect fees and expenses, and are not available for direct investment. Portfolio characteristics and attribution are shown for a model portfolio of the referenced investment strategy and do not reflect an actual active, managed account. Portfolio characteristics and attribution may vary among actual accounts invested in the same investment strategy. F/m Investments believes the model portfolio closely resembles its intended strategy. Portfolio holdings and allocations are subject to change at any time without notice. Securities listed should not be considered a recommendation to buy or sell any security.



Large Cap Value Dividend Select: Performance Disclosures*

As of 4/1/2024 Ziegler Capital Management, LLC (dba ZCM) has been reorganized as part of F/m Investments, LLC ("F/m"). F/m is an investment adviser registered under the Investment Advisers Act of 1940.

Year-End	Gross-of-Fees Return	Net-of-Fees Return	Benchmark Return	Composite 3 Yr. Ex Post Std. Dev.	Benchmark 3 Yr. Ex Post Std. Dev.	Number of Portfolios	Internal Dispersion	Carve Out Percentage	Composite Assets (USD millions)	Strategy Assets (USD millions)	Firm AUM (USD millions)	Firm AUA (USD millions)
2014	12.3%	11.6%	13.4%	8.9%	9.3%	10	N.A.	0%	\$459	\$511	\$5,748	\$318
2015	-1.6%	-2.2%	-3.8%	10.2%	10.8%	9	N.A.	0%	\$603	\$695	\$9,781	\$605
2016	14.0%	13.3%	17.3%	10.0%	10.9%	18	N.A.	0%	\$882	\$1,000	\$10,651	\$1,170
2017	18.9%	18.2%	13.7%	9.4%	10.3%	17	0.1%	0%	\$617	\$724	\$9,888	\$1,561
2018	-6.1%	-6.7%	-8.3%	10.7%	11.0%	16	0.2%	0%	\$409	\$530	\$10,084	\$1,775
2019	26.6%	25.8%	26.5%	11.9%	12.0%	11	N.A.	0%	\$76	\$335	\$10,693	\$2,112
2020	-1.4%	-2.0%	2.8%	19.0%	19.9%	10	0.0%	0%	\$39	\$279	\$8,238	\$2,118
2021	27.7%	27.0%	25.2%	18.6%	19.3%	12	0.0%	0%	\$49	\$289	\$8,035	\$2,293
2022	-5.7%	-6.3%	-7.5%	20.9%	21.6%	9	0.1%	0%	\$41	\$230	\$6,383	\$1,734
2023	7.2%	6.5%	11.5%	16.7%	16.7%	9	0.1%	0%	\$44	\$231	\$6,592	\$1,370

Ziegler Capital Management, LLC, doing business as ZCM, claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. ZCM has been independently verified for the periods 01/01/01-12/31/23. 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 Large Cap Value Dividend Select composite has had a performance examination for the periods 07/01/04-12/31/23. The verification and performance examination reports are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

ZCM is a registered investment advisor that became a majority owned indirect subsidiary of 1251 Capital Group, Inc. that they acquired from Stifel Financial on March 27, 2020. ZCM was formed in 1991 and has grown significantly through strategic business combinations. Through these combinations, we have expanded our investment strategy offerings and broadened our portfolio management teams to best serve our expanding client base. ZCM's CEO changed in May 2021, and in February of 2023. Please refer to the firm's ADV Part 2 for additional disclosures regarding the firm and its practices. ZCM's definition of the firm used to determine the total firm assets and firm-wide compliance includes all fee-paying and non-fee-paying discretionary and non-discretionary assets under management, including accrued income, in all strategies. Assets under Advisement ("AUA"), in the form of model portfolios provided to other financial institutions, are excluded from our definition of the firm and are provided as supplemental information. Returns are calculated in U.S. dollars and reflect the reinvestment of dividends and other earnings. Past performance is no guarantee of future results. A list of broad distribution and limited distribution pooled funds is available upon request. To obtain a GIPS report or a list of our composite descriptions and/or policies for valuing investments, calculating performance, and preparing GIPS reports, please call (312) 368-1442 or send an e-mail to letters@zieglercap.com.

Composite and Benchmark Description: Large Cap Value Dividend Select is an actively managed equity strategy that seeks to provide above-average dividend yields and diversification across major sectors of the benchmark. From October 1, 2005 to September 30, 2010, the composite was named Value Equity Income. From October 1, 2010 to September 30, 2011 the composite name was Equity Income. The composite was redefined on January 1, 2012 to include mutual funds utilizing the Large Cap Value Dividend Select strategy. The benchmark is the Russell 1000 Value Index. The Russell 1000 Value Index measures the performance of those Russell 1000 index companies with lower price-to-book ratios and lower forecasted growth values.

Minimum Account Size: The minimum account size for this composite is \$100,000. From 1/1/06-12/31/12 the minimum account size was \$250,000.

Composite Creation and Inception Date: The Large Cap Value Dividend Select composite creation and inception date is July 1, 2004.

Significant Cash Flow Policy: Beginning January 1, 2013, portfolios with significant cash flows are excluded from the composite. Cash flows of 10% or more are considered significant.

Internal Dispersion: The internal dispersion is measured by the standard deviation across asset-weighted portfolio returns represented within the composite for the period. If there are less than 6 portfolios in the composite for the entire year, the internal dispersion is not statistically meaningful and is presented as N.A. All risk measures are calculated using gross-of-fees returns.

Fees: Gross-of-fees returns are presented after trading expenses and before management fees. Net-of-fees returns are presented after the highest applicable management fee applied on a monthly basis. Prior to 1/1/12, fees were applied on a quarterly basis. The highest applicable management fee is 0.60%. Fees are calculated separately for each portfolio, and therefore, performance may differ from one portfolio to another. The effect of fees and expenses on performance will vary with the relative size of the fee and account performance. For example, if \$10 million were invested and experienced a 10% compounded annual return for ten years, its ending dollar value, without giving effect to the deduction of the advisory fee, would be \$25,937,425. If an advisory fee of 0.60% of average net assets per year for the ten-year period were deducted, the annual total return would be 9.37% and the ending dollar value would be \$24,489,624. The fee schedule is: 0.60% on the first \$25 million; 0.45% on the next \$25 million; and 0.30% on all additional assets.

Other: Strategy assets include all portfolios in the Large Cap Value Dividend Select strategy, even those portfolios that are excluded from the composite because of significant cash flows or for other reasons, and include non-wrap, wrap and UMA assets. This is presented as supplemental information.

Disclosures



This review is for institutional advisory clients of F/m Investments. The strategy review often expresses opinions about the direction of market, investment sector and other trends. The opinions should not be considered predictions of future results. The information contained in this report is based on sources believed to be reliable, but is not guaranteed and not necessarily complete.

Information contained herein is for informational purposes only and is not a recommendation to buy or sell any security. Contribution to portfolio return is calculated by multiplying the total return for the security by its average weight in the portfolio. 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 do not represent an account's entire portfolio and in the aggregate may represent only a small percentage of an account's portfolio holdings. A complete list of all holdings is available upon request. It should not be assumed that recommendations made in the future will be profitable or will equal the performance of the securities represented herein. Other factors may impact overall performance for different accounts including the execution and timing of trades and any wrap sponsor's policies.

All investments involve risk, including loss of principal, and there is no guarantee that investment objectives will be met. Equity securities are subject generally to market, market sector, market liquidity, issuer, and investment style risks, among other factors to varying degrees. Equity securities may rise and decline in value due to both real and perceived market and economic factors as well as general industry conditions. Indices are unmanaged, do not reflect fees and expenses and are not available as direct investments.

The Russell 1000 Value Index measures the performance of those Russell 1000 index companies with lower price-to-book ratios and lower forecasted growth values.

NOT FDIC INSURED; NO BANK GUARANTEE; MAY LOSE VALUE