

### Strategy Overview

The Strategy seeks to maximize total return, including both income and appreciation, by identifying undervalued and opportunistic sectors and securities in the US fixed income markets. The Strategy utilizes a “go anywhere” domestic approach to seek higher levels of total return compared to sector-specific or target-duration strategies.

### Dynamic Process

- Search for relative value across the yield curve, credit spectrum, and individual issues.
- Implement opportunities through targeted security selection and nimble trading.
- Seek to realize profits when positions have achieved full value in the managers’ judgement.
- Redeploy capital in an ongoing search for relative value.

### Flexible Allocation Choices

- Investment grade and high yield corporate and municipal bonds
- US Government and agency securities
- Mortgage-backed securities and preferred stocks
- Specialty issues, including \$25 par value baby bonds

### Morningstar Rating™

Morningstar Category: Intermediate Core-Plus Bond

Overall

Rating ★★★★★

SMA's in Category 159

Overall Rating as of 12/31/2025

### Investment Team

**Peter Baden, CFA**  
*Chief Investment Officer*  
 25 years of investment experience

**Justin Hennessy**  
*Director of Portfolio Management*  
 40 years of investment experience

### Growth of \$1000

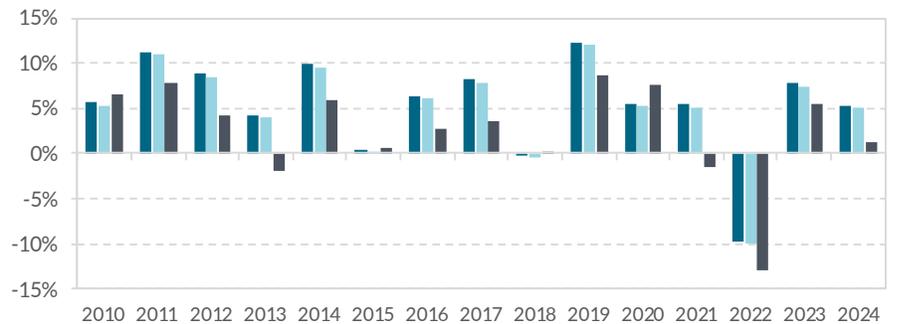


### Trailing Total Returns & Rank\*

Inception: September 2009	MRQ	Rk	YTD	Rk	1Yr	Rk	3Yr	Rk	5Yr	Rk	10 Yr	Rk	ITD	Rk
F/m Opportunistic Income (Gross)	1.0%	79	6.3%	67	6.3%	67	6.5%	7	2.8%	2	4.6%	1	5.6%	2
F/m Opportunistic Income (Pro Forma Net)	1.0%	83	6.0%	78	6.0%	78	6.2%	10	2.5%	5	4.3%	4	5.2%	3
Bloomberg US Aggregate	1.1%	65	7.3%	33	7.3%	33	4.7%	80	-0.4%	95	2.0%	88	2.7%	63
<b>Excess Return vs. Bloomberg US Aggregate</b>	<b>-0.1%</b>	<b>89</b>	<b>-1.3%</b>	<b>95</b>	<b>-1.3%</b>	<b>95</b>	<b>1.5%</b>	<b>2</b>	<b>2.9%</b>	<b>1</b>	<b>2.2%</b>	<b>3</b>	<b>2.5%</b>	<b>1</b>

\*Percentile Rank vs. eVestment SMA/Wrap - US Core Fixed Income Universe. Returns > 1 year are annualized.

### Calendar Year Returns



### Risk/Return Statistics (5-Year)

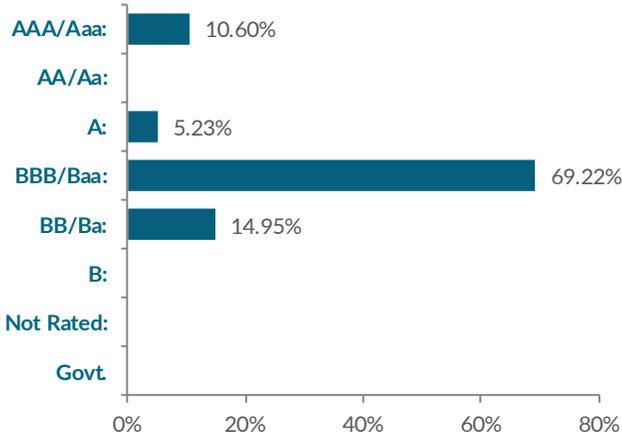
	F/m Opportunistic Income (pro forma net, monthly data)	Bloomberg US Aggregate
Standard Deviation	4.56%	6.37%
Sharpe Ratio	-0.18	-0.58
Sortino Ratio	-0.24	-0.74
Maximum Drawdown	12.75%	17.02%
<i>Calculated vs. Benchmark</i>		
Annualized Alpha	2.71%	---
Beta	0.64	---
Up Capture	70.16%	---
Down Capture	42.93%	---
R-Squared	0.81	---
Information Ratio	0.94	---

Past Performance is no guarantee of future results. See Disclosures.

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## Quality



## Characteristics

Average Quality	BBB
Minimum Quality	BB
Average Maturity (Years)	11.4
Effective Duration (Years)	4.28
Weighted Average Coupon	5.2%
Yield to Maturity	5.9%
Yield to Worst	5.4%
# of Bonds in Composite	20
Target # of Bonds per Portfolio	± 30
Average Cash	2.1%
Annual Turnover (est.)	20.0%

## Duration & Maturity



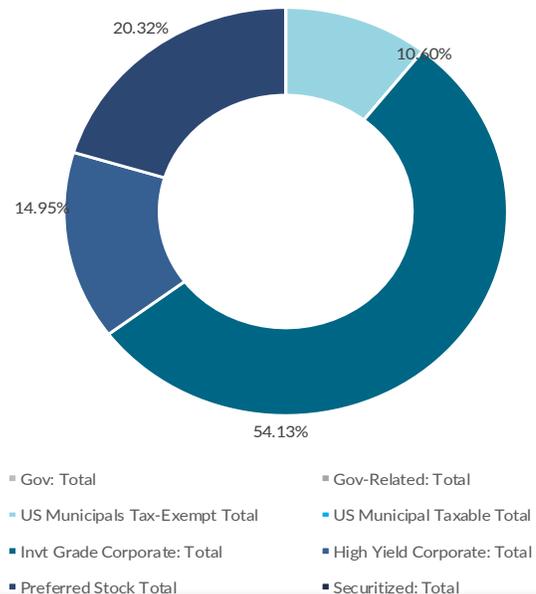
## Top 10 Holdings

Name	Coupon	Maturity	Weight
VF CORP	2.95%	4/23/2030	5.32%
CONCENTRIX CORP	6.85%	8/02/2033	5.30%
CELANESE US HOLDINGS LLC	7.33%	7/15/2029	5.26%
WALLER TX INDEP SCH DIST	5.25%	2/15/2056	5.22%
SALADO TX INDEP SCH DIST	5.25%	2/15/2055	5.21%
SEMPRA	4.13%	4/01/2052	5.21%
BANK OF NY MELLON CORP	3.75%	---	5.17%
BLACKSTONE SECURED LEND	5.35%	4/13/2028	5.17%
BAKER HUGHES LLC/CO-OBL	4.49%	5/01/2030	5.14%
BANK OF AMERICA CORP	5.88%	---	5.11%

## Strategy Highlights

Objective	Income and total return
Firm AUM (billions)	\$19.4
Strategy AUM (millions)	\$164.0
Strategy Inception Date	9/1/2009
Benchmark	Bloomberg US Aggregate
Primary Universe	eVestment SMA/Wrap - US Core Fixed Income
Geographic Focus	US
Vehicle Availability	SMA
Min. Initial Investment	\$250,000
Management Fee	0.35%

## Sector Exposures



**DISCLOSURES**

F/m Investments LLC (the “Firm” or “FMI”) is a Registered Investment Adviser with the U.S. Securities Exchange Commission (the “SEC”) under the 1940 Act, founded in 2019 as a Limited Liability Corporation in the State of Delaware. FMI became a majority owned indirect subsidiary of 1251 Capital Group, Inc on January 31, 2023. Registration as an investment adviser does not imply a certain level of skill or training. F/m Investments LLC, doing business as FMI, claims compliance with the Global Investment Performance Standards (GIPS?). FMI has been independently verified for the periods 5/15/2019 through 12/31/2024. The verification reports are available upon request. 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. Please refer to the firm’s ADV Part 2 for additional disclosures regarding the firm and its practices. FMI’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. Returns are calculated in U.S. dollars and reflect the reinvestment of dividends and other earnings.

Past performance is no guarantee of future results. To obtain a GIPS report or a list of our composite descriptions, a list of limited distribution pooled fund descriptions, a list of our broad distribution pooled funds, and/or policies for valuing investments, calculating performance, and preparing GIPS reports, please call (312) 368-1442 or send an e-mail to HYPERLINK "mailto:data@fminvest.com" data@fminvest.com.

F/m Opportunistic Income Strategy seeks to maximize total return, including both income and appreciation, by identifying undervalued and opportunistic sectors and securities in the US fixed income markets. The Strategy utilizes a “go anywhere” domestic approach to seek higher levels of total return compared to sector-specific or target-duration strategies. The Benchmark is the Bloomberg US Aggregate Index. Performance prior to July 2020 occurred while the investment management team was affiliated with another firm. The investment management team has managed the composite since its inception, and the investment process has not changed. The historical performance has been linked to performance earned at FMI. The inception date of the composite was September 2009. The creation date of the composite was June 30, 2020. The composite creation date reflects the date FMI acquired the strategy assets and management team. Pure gross-of-fees returns are presented as supplemental information and may not be reduced by any fees, expenses, or transaction costs (i.e. Pure Gross). Wrap program fees include brokerage commissions, investment management, portfolio monitoring, consulting services, and in some cases, custodial services. Net-of-fees returns are calculated by applying a model fee using the highest applicable management fee from the strategies standard fee schedule. The model fee is applied on a monthly basis. The current standard management fee schedule for a segregated account managed to the composite strategy is 0.25%. Actual fees incurred by clients may vary.

**All securities investing involves the risk of loss. Past performance is no guarantee of future results. There can be no assurance that the Strategy can meet its stated objectives.**

The holdings in each account utilizing the Strategy may differ significantly from the securities that comprise the index. For example, each account utilizing the Strategy has significantly fewer positions than found in the index. The index has not been selected to represent an appropriate benchmark with which to compare an investor’s performance, but rather is disclosed to allow for comparison of the investor’s performance to that of a certain well-known and widely recognized index. You cannot invest directly in an index. The Top 10 holdings shown are based off the largest ten positions (as a percentage of portfolio assets) as of the date indicated and do not correspond to any performance metric. This list is provided for informational purposes and does not constitute advice to purchase or hold securities shown. Number of holdings excludes cash and fund positions, and only one share class is counted per issuer; average weight also non-stock positions and considers the combined weight of class shares, where applicable. Position sizes and dates of security purchase may differ between accounts managed according to this strategy. The Holdings identified do not represent all of the securities purchased, sold, or recommended for advisory clients and reflect the ten largest positions strictly as of the date indicated.

Investing in the Strategy entails the significant risks of fixed income investing, including market, interest rate, credit, issuer, inflation, liquidity, call, tax, political, economic and income risk. As interest rates rise, bond prices fall. Credit risk refers to an issuer’s ability to make interest and principal payments when due. The Strategy utilizes a limited number of securities which reduces diversification and may magnify any potential losses.

INVESTMENT ADVISER

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**DISCLOSURES**

**Morningstar Rating.** The Morningstar Rating™ for funds, or “star rating”, is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. The Strategy was rated against the number of separately managed account strategies and for the period(s) referenced on the front page. © 2024 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results

**Index, Category and Universe.** The *Bloomberg Barclays US Aggregate Bond Index* is a broad-based, market value-weighted, flagship benchmark that measures the daily price, coupon, pay-down, and total return performance of fixed rate, publicly-placed, dollar-denominated, and nonconvertible investment grade debt issues with at least \$250 million par amount outstanding and with at least one year to final maturity. Index returns reflect the reinvestment of dividends and income, but do not reflect any applicable fees, expenses, or taxes. The index is provided for informational purposes only, is not reflective of any investment, nor is it professionally managed. It is not possible to invest directly in an index. • The *Morningstar Intermediate-Term Core Bond Category* contains a universe of funds and portfolios that invest primarily in investment-grade U.S. fixed-income issues including government, corporate, and securitized debt. Their durations typically range between 75% and 125% of the three-year average of the effective duration of the Morningstar Core Bond Index. • The *eVestment SMA/Wrap - US Core Fixed Income Universe* consists of approximately 50 US Fixed Income products that invest in a well-diversified, investment grade bond portfolio and are offered through an account used by a brokerage firm to manage an investor's portfolio. An annual fee structure bundles (or wraps) all the administrative, commission, and management expenses for the account.

**Glossary: Risk/Return Statistics.** *Alpha* is a measure of the difference between a portfolio's actual returns and its expected performance, give its level of risk as measured by beta. • *Beta* is a measure of a portfolio's sensitivity to market movements. • *Correlation* is a statistical measure of how two securities move in relation to each other, based on historical data. • *Down Capture* measures the percentage of market losses endured by a portfolio when markets are down. • *Information Ratio* is a measurement of portfolio returns relative to a benchmark compared to the volatility of those returns. • *Maximum Drawdown* is the maximum loss from a peak to a trough of a portfolio, before a new peak is attained. • *Up Capture* measures the percentage of market gains captured by a manager when markets are up. • *R-Squared* is a statistical measure of the percentage of a fund's or security's movements that can be explained by movements in a benchmark index. R-Squared values range from 0 to 1. A high R-Squared reflects performance patterns associated with an index. A low R-Squared reflects performance patterns different from an index. • *Sharpe Ratio* compares the excess return of an investment to its volatility or standard deviation. • *Sortino Ratio* compares the excess return of an investment to its downside deviation. • *Standard Deviation*, a measure of volatility and risk, is a statistical measure of the dispersion of returns for a given security or market index.

**Glossary: Portfolio Characteristics.** *Annual Turnover* is the percentage rate at which a portfolio replaces its investment holdings on an annual basis. • *Quality* for a bond reflects the financial strength of the issuer and its ability to pay interest and principal in a timely fashion. Bond rating agencies, including Standard and Poor's, Moody's, and Fitch, rate investment grade bonds between “AAA” or “Aaa” (highest) and “BBB” or “Baa” (lowest investment grade), and non-investment grade bonds between “BB” or “Ba” to “C” or “D” for default. • *Duration* measures the sensitivity of the price of a bond to changes in interest rates. As a general rule, for every 1% change in interest rates, up or down, a bond's price will change approximately 1% in the opposite direction, for every year of duration. • *Maturity* is the date on which a bond will mature and the bond issuer will pay the bondholder the face value of the bond. • *Average Maturity* is the weighted average of the maturities of bonds in a portfolio. • *Effective Duration* measures the sensitivity of the price of a bond with embedded options to changes in interest rates, accounting for the likelihood of a bond being called, put and/or sunk prior to its final maturity. • *Weighted Average Coupon* is the weighted average of the coupons or annual interest rates of the bonds in a portfolio. • *Yield to Maturity* is the total annual return anticipated on a bond if the bond is held until maturity. • *Yield to Worst* is a measure of the lowest possible yield on a bond with provisions that allow the issuer to retire a bond before it matures, based on the earliest allowable retirement date, excluding default.

Data provided by Nasdaq eVestment

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