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UBS Client Review

As of June 28, 2024

Report Prepared for: City of Clayton

Account Number	Account Name	Type
EX XX244	City of Clayton	Business Service Account
Risk profile:	Conservative	
Return Objective:	Current Income and Capital Appreciation	

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Bond Summary

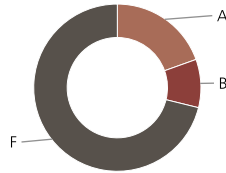
as of June 28, 2024

Bond Overview

Total quantity	12,082,000
Total market value	\$11,679,129.78
Total accrued interest	\$36,836.19
Total market value plus accrued interest	\$11,715,965.97
Total estimated annual bond interest	\$308,372.00
Average coupon	2.60%
Average current yield	2.64%
Average yield to maturity	5.04%
Average yield to worst	5.04%
Average modified duration	1.50
Average effective maturity	1.56

Credit Quality of Bond Holdings

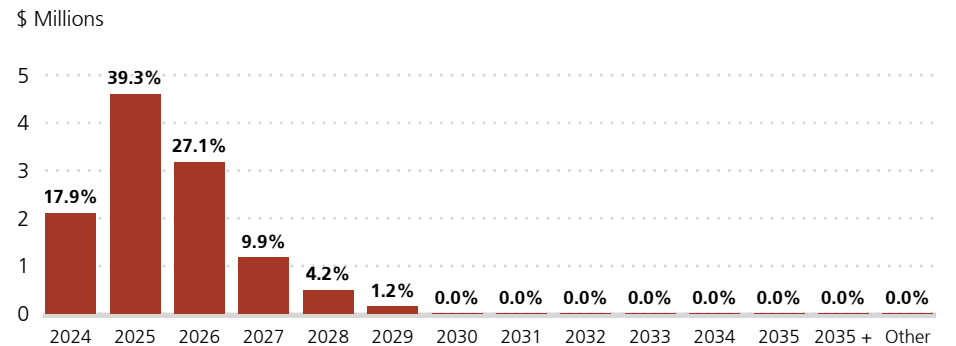
Effective credit rating	Issues	Value on 06/28/2024 (\$)	% of port.
A Aaa/AAA/AAA	8	2,287,177.93	19.46
B Aa/AA/AA	7	1,093,119.53	9.31
C A/A/A	0	0.00	0.00
D Baa/BBB/BBB	0	0.00	0.00
E Non-investment grade	0	0.00	0.00
F Certificate of deposit	41	8,335,668.51	71.23
G Not rated	0	0.00	0.00
Total	56	\$11,715,965.97	100%



Investment Type Allocation

Investment type	Taxable (\$)	Tax-exempt / deferred (\$)	Total (\$)	% of bond port.
Certificates of deposit	8,335,668.51	0.00	8,335,668.51	71.15
U.S. federal agencies	728,157.58	0.00	728,157.58	6.22
U.S. treasuries	2,652,139.87	0.00	2,652,139.87	22.64
Total	\$11,715,965.96	\$0.00	\$11,715,965.96	100%

Bond Maturity Schedule



Effective maturity schedule

Cash, mutual funds and some preferred securities are not included.

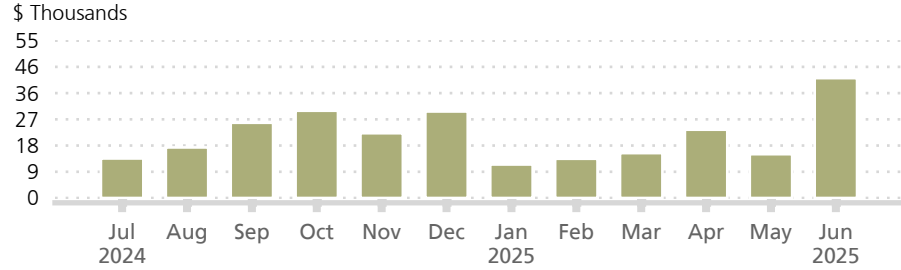
Includes all fixed income securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Bond Summary

as of June 28, 2024 *(continued)*

Expected Bond Cash Flow



■ Taxable interest

Total taxable income: \$261,686.07

Total expected bond cash flow:

Cash flows displayed account for known events such as maturities and mandatory puts.

Includes all fixed income securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Bond Holdings

as of June 28, 2024

Summary of Bond Holdings

Maturity Year	Issues	Quantity	Est. annual income (\$)	Current yield (%)	Yield to maturity (%)	Yield to worst (%)	Modified duration	Adjusted cost basis (\$)	Unrealized gain/loss (\$)	Mkt. value (\$)	% of bond portfolio maturing
2024	10	2,111,000	63,752.00	3.03%	5.40%	5.40%	0.30	2,108,468	-7,151.06	2,106,426.63	17.99%
2025	22	4,734,000	118,270.50	2.57%	5.13%	5.13%	1.05	4,722,582.8	-127,350.86	4,606,492.63	39.35%
2026	15	3,362,000	61,409.50	1.94%	4.82%	4.82%	2.01	3,304,634.75	-135,602.21	3,178,078.77	27.13%
2027	6	1,227,000	34,560.00	2.97%	4.80%	4.80%	2.67	1,227,000	-62,891.63	1,175,225.29	9.97%
2028	2	499,000	23,451.50	4.69%	4.67%	4.67%	3.55	499,000	557.91	499,822.60	4.28%
2029	1	149,000	6,928.50	4.62%	4.52%	4.52%	4.45	149,000	882.08	149,920.04	1.28%
2030	0	0			N/A	N/A	N/A				
2031	0	0			N/A	N/A	N/A				
2032	0	0			N/A	N/A	N/A				
2033	0	0			N/A	N/A	N/A				
2034	0	0			N/A	N/A	N/A				
2035	0	0			N/A	N/A	N/A				
2036	0	0			N/A	N/A	N/A				
2037	0	0			N/A	N/A	N/A				
2038	0	0			N/A	N/A	N/A				
2039	0	0			N/A	N/A	N/A				
2040	0	0			N/A	N/A	N/A				
2041	0	0			N/A	N/A	N/A				
2042	0	0			N/A	N/A	N/A				
2043	0	0			N/A	N/A	N/A				
2044	0	0			N/A	N/A	N/A				
2045	0	0			N/A	N/A	N/A				
2046	0	0			N/A	N/A	N/A				
2047	0	0			N/A	N/A	N/A				
2048	0	0			N/A	N/A	N/A				
2049	0	0			N/A	N/A	N/A				
2049 +	0	0			N/A	N/A	N/A				
Other	0	0			N/A	N/A	N/A				
Total	56	12,082,000	\$308,372.00	2.64%	5.04%	5.04%	1.50	\$12,010,685.55	-\$331,555.77	\$11,715,965.97	

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Bond Holdings

as of June 28, 2024 (continued)

Details of Bond Holdings

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Total Bond Portfolio		12,082,000	2.60%	01/17/2026	N/A	\$308,372.00 2.64%	5.04% 5.04%	1.50	\$12,010,685.55 \$-331,555.77	N/A	\$11,679,129.78 \$36,836.19 \$11,715,965.97	100%
Maturing 2024												
BMO HARRIS BK NA IL US RT 00.5500% MAT 07/29/24 FIXED RATE CD /IL	CD	250,000	0.55%	07/29/2024		1,375.00 0.55%	5.51% 5.51%	0.08	250,000.00 -1,050.00	99.580	248,950.00 226.03	2.13%
TOYOTA FINL SVGS B NV US RT 00.6000% MAT 08/12/24 FIXED RATE CD /NV	CD	250,000	0.60%	08/12/2024		1,500.00 0.60%	5.42% 5.42%	0.12	250,000.00 -1,475.00	99.410	248,525.00 563.01	2.13%
UBS BANK UT US RT 00.5500% MAT 08/12/24 FIXED RATE CD /UT	CD	250,000	0.55%	08/12/2024		1,375.00 0.55%	5.30% 5.30%	0.12	250,000.00 -1,457.50	99.417	248,542.50 64.04	2.13%
AMERIS BANK GA US RT 05.4000% MAT 09/12/24 FIXED RATE CD /GA	CD	249,000	5.40%	09/12/2024		13,446.00 5.40%	5.39% 5.39%	0.20	249,000.00 0.00	100.000	249,000.00 589.41	2.13%
US TSY NOTE 04.250 % DUE 09/30/24 DTD 09/30/22 FC 03/31/23	Aaa/AA+/AA+ NR/NR/NR	120,000	4.25%	09/30/2024		5,100.00 4.26%	5.28% 5.28%	0.67	118,621.20 1,048.80	99.725	119,670.00 1,240.16	1.02%
FREEDOM FIRST FED VA US RT 04.9000% MAT 10/28/24 LICU SHARE CERTIFICATE /VA	CD	250,000	4.90%	10/28/2024		12,250.00 4.91%	5.38% 5.38%	0.33	250,000.00 -397.50	99.841	249,602.50 0.00	2.14%
US TSY NOTE 04.375 % DUE 10/31/24 DTD 10/31/22 FC 04/30/23	Aaa/AA+/AA+ NR/NR/NR	120,000	4.38%	10/31/2024		5,250.00 4.39%	5.37% 5.37%	0.71	118,846.80 740.40	99.656	119,587.20 841.71	1.02%
AMERICAN EXP NATL UT US RT 04.6500% MAT 11/04/24 FIXED RATE CD /UT	CD	174,000	4.65%	11/04/2024		8,091.00 4.66%	5.37% 5.37%	0.34	174,000.00 -457.62	99.737	173,542.38 1,263.53	1.49%

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Bond Holdings

as of June 28, 2024 (continued)

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2024												
BLUPEAK CREDIT UNI CA US RT 05.7500% MAT 11/20/24 CREDIT UNION SHARE CERT /CA	CD	250,000	5.75%	11/20/2024		14,375.00 5.75%	5.56% 5.56%	0.39	250,000.00 190.00	100.076	250,190.00 275.69	2.14%
TEXAS EXCHANGE BK TX US RT 00.5000% MAT 12/11/24 FIXED RATE CD /TX	CD	198,000	0.50%	12/11/2024	07/11/2024 100.00	990.00 0.51%	5.34% 5.34%	0.45	198,000.00 -4,292.64	97.832	193,707.36 46.11	1.66%
Total 2024		2,111,000	3.03%	09/30/2024		\$63,752.00 3.03%	5.40% 5.40%	0.30	\$2,108,468.00 -\$7,151.06		\$2,101,316.94 \$5,109.69	17.99%
Maturing 2025												
TECHNOLOGY CREDIT CA US RT 05.0000% MAT 01/21/25 CREDIT UNION SHARE CERT /CA	CD	248,000	5.00%	01/21/2025		12,400.00 5.01%	5.29% 5.29%	0.55	248,000.00 -404.24	99.837	247,595.76 305.75	2.12%
MOUNTAIN AMERICA C UT US RT 03.4500% MAT 02/28/25 LICU SHARE CERTIFICATE /UT	CD	250,000	3.45%	02/28/2025		8,625.00 3.49%	5.31% 5.31%	0.66	250,000.00 -3,055.00	98.778	246,945.00 638.01	2.11%
US TSY NOTE 02.625 % DUE 03/31/25 DTD 03/31/18 FC 09/30/18	Aaa/AA+/NR NR/NR/NR	110,000	2.63%	03/31/2025		2,887.50 2.68%	5.18% 5.18%	0.73	105,374.50 2,559.70	98.122	107,934.20 702.15	0.92%
CPTL ONE NATL ASSN VA US RT 01.4500% MAT 04/22/25 FIXED RATE CD /VA	CD	250,000	1.45%	04/22/2025		3,625.00 1.50%	5.27% 5.27%	0.79	259,817.50 -17,372.50	96.978	242,445.00 665.41	2.08%
MORGAN STANLEY PRV NY US RT 04.7000% MAT 04/28/25 FIXED RATE CD /NY	CD	236,000	4.70%	04/28/2025		11,092.00 4.72%	5.24% 5.24%	0.80	236,000.00 -1,066.72	99.548	234,933.28 1,884.12	2.01%
FLAGSTAR BANK, FSB MI US RT 01.1500% MAT 04/29/25 FIXED RATE CD /MI	CD	250,000	1.15%	04/29/2025		2,875.00 1.19%	5.26% 5.26%	0.81	250,000.00 -8,325.00	96.670	241,675.00 472.60	2.07%

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Bond Holdings

as of June 28, 2024 (continued)

Business Service Account

Prepared for City of Clayton

Risk profile: Conservative

Return Objective: Current Income and Capital Appreciation

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2025												
US TSY NOTE 02.750 % DUE 05/15/25 DTD 05/15/22 FC 11/15/22	Aaa/AA+/NR NR/NR/NR	100,000	2.75%	05/15/2025		2,750.00 2.81%	5.17% 5.17%	0.85	95,835.00 2,108.00	97.943	97,943.00 328.80	0.84%
BANK OF AMERICA NA NC US RT 05.3500% MAT 06/13/25 FIXED RATE CD /NC	CD	249,000	5.35%	06/13/2025		13,321.50 5.34%	5.21% 5.21%	0.91	249,000.00 301.29	100.121	249,301.29 547.46	2.13%
US TSY NOTE 02.875 % DUE 06/15/25 DTD 06/15/22 FC 12/15/22	Aaa/AA+/AA+ NR/NR/NR	100,000	2.88%	06/15/2025		2,875.00 2.94%	5.15% 5.15%	0.93	96,075.00 1,812.00	97.887	97,887.00 102.12	0.84%
DELTA NATL B&T CO NY US RT 00.5500% MAT 07/21/25 FIXED RATE CD /NY	CD	250,000	0.55%	07/21/2025		1,375.00 0.58%	5.18% 5.18%	1.03	250,000.00 -11,837.50	95.265	238,162.50 561.30	2.04%
CHARTWAY FED CREDI VA US RT 05.4500% MAT 07/31/25 LICU SHARE CERTIFICATE /VA	CD	250,000	5.45%	07/31/2025		13,625.00 5.43%	N/A N/A	N/A	250,000.00 737.50	100.295	250,737.50 1,045.21	2.15%
LIVE OAK BKG CO NC US RT 00.6000% MAT 08/13/25 FIXED RATE CD /NC	CD	150,000	0.60%	08/13/2025		900.00 0.63%	5.15% 5.15%	1.11	150,000.00 -7,450.50	95.033	142,549.50 66.58	1.22%
CONNEXUS CREDIT UN WI US RT 03.4000% MAT 08/15/25 LICU SHARE CERTIFICATE /WI	CD	250,000	3.40%	08/15/2025		8,500.00 3.47%	N/A N/A	N/A	250,000.00 -4,797.50	98.081	245,202.50 652.05	2.10%
USALLIANCE FED CRE NY US RT 00.5500% MAT 08/28/25 FIXED RATE CD /NY	CD	149,000	0.55%	08/28/2025	08/28/2024 100.00	819.50 0.58%	5.14% 5.14%	1.15	149,000.00 -7,737.57	94.807	141,262.43 0.00	1.21%
KEMBA FINL CREDIT OH US RT 04.0000% MAT 09/22/25 FIXED RATE CD /OH	CD	250,000	4.00%	09/22/2025	07/21/2024 100.00	10,000.00 4.05%	5.12% 5.12%	1.20	250,000.00 -3,350.00	98.660	246,650.00 739.73	2.11%
STATE BK IL US RT 00.5000% MAT 09/22/25 FIXED RATE CD /IL	CD	200,000	0.50%	09/22/2025		1,000.00 0.53%	5.13% 5.13%	1.20	200,000.00 -10,976.00	94.512	189,024.00 268.49	1.62%
JPMORGAN CHASE BK DE US RT 00.4000% MAT 10/30/25 STEP RATE CD /DE	CD	250,000	0.40%	10/30/2025	10/30/2024 100.00	1,000.00 0.42%	N/A N/A	N/A	250,000.00 -13,050.00	94.780	236,950.00 0.00	2.03%

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Bond Holdings

as of June 28, 2024 (continued)

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2025												
US TSY NOTE 04.500 % DUE 11/15/25 DTD 11/15/22 FC 05/15/23	Aaa/AA+/AA+ NR/NR/NR	148,000	4.50%	11/15/2025		6,660.00 4.53%	4.96% 4.96%	1.31	147,852.00 -753.32	99.391	147,098.68 796.30	1.26%
FFCB BOND 00.600 % DUE 112425 DTD 112420 FC 05242021	Aaa/AA+/AA+ NR/NR/NR	150,000	0.60%	11/24/2025		900.00 0.64%	5.03% 5.03%	1.36	150,000.00 -8,907.00	94.062	141,093.00 85.00	1.21%
BARCLAYS BK DE US RT 01.0000% MAT 12/15/25 FIXED RATE CD /DE	CD	100,000	1.00%	12/15/2025		1,000.00 1.06%	5.07% 5.07%	1.42	100,000.00 -5,684.00	94.316	94,316.00 35.62	0.81%
US TSY NOTE 04.000 % DUE 12/15/25 DTD 12/15/22 FC 06/15/23	Aaa/AA+/AA+ NR/NR/NR	250,000	4.00%	12/15/2025		10,000.00 4.05%	4.92% 4.92%	1.40	249,000.00 -2,222.50	98.711	246,777.50 355.19	2.11%
US TSY NOTE 00.375 % DUE 12/31/25 DTD 12/31/20 FC 06/30/21	Aaa/AA+/NR NR/NR/NR	544,000	0.38%	12/31/2025		2,040.00 0.40%	4.89% 4.89%	1.46	536,628.80 -27,880.00	93.520	508,748.80 1,008.79	4.36%
Total 2025		4,734,000	2.54%	08/04/2025		\$118,270.50 2.57%	5.13% 5.13%	1.05	\$4,722,582.80 \$-127,350.86		\$4,595,231.94 \$11,260.69	39.35%
Maturing 2026												
MERRICK BK UT US RT 00.5000% MAT 01/29/26 FIXED RATE CD /UT	CD	245,000	0.50%	01/29/2026		1,225.00 0.54%	4.99% 4.99%	1.57	245,000.00 -16,780.05	93.151	228,219.95 93.97	1.95%
FHLB NTS 00.520 % DUE 021226 DTD 021221 FC 08122021	Aaa/NR/AA+ NR/NR/NR	100,000	0.52%	02/12/2026		520.00 0.56%	4.99% 4.99%	1.57	100,000.00 -6,887.00	93.113	93,113.00 196.44	0.80%
BANKUNITED NA FLOR FL US RT 00.6500% MAT 03/05/26 FIXED RATE CD /FL	CD	94,000	0.65%	03/05/2026	09/05/2024 100.00	611.00 0.70%	5.00% 5.00%	1.65	94,000.00 -6,564.02	93.017	87,435.98 38.50	0.75%
BANKUNITED NA FLOR FL US RT 00.9500% MAT 03/31/26 FIXED RATE CD /FL	CD	135,000	0.95%	03/31/2026	06/30/2024 100.00	1,282.50 1.02%	N/A N/A	N/A	135,000.00 -9,070.65	93.281	125,929.35 98.38	1.08%

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Bond Holdings

as of June 28, 2024 (continued)

Business Service Account

Prepared for City of Clayton

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	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2026												
COMENITY CAP BK UT US RT 02.6000% MAT 04/14/26 FIXED RATE CD /UT	CD	215,000	2.60%	04/14/2026		5,590.00 2.71%	4.94% 4.94%	1.74	215,000.00 -8,627.95	95.987	206,372.05 214.41	1.77%
STATE BANK OF INDI NY US RT 00.9500% MAT 05/19/26 FIXED RATE CD /NY	CD	248,000	0.95%	05/19/2026		2,356.00 1.02%	4.93% 4.93%	1.83	248,000.00 -17,640.24	92.887	230,359.76 258.19	1.97%
US TSY NOTE 00.875 % DUE 06/30/26 DTD 06/30/21 FC 12/31/21	Aaa/AA+/NR NR/NR/NR	300,000	0.88%	06/30/2026		2,625.00 0.94%	4.70% 4.70%	1.93	297,300.00 -19,002.00	92.766	278,298.00 1,298.08	2.38%
GESA CREDIT UNION WA US RT 05.2500% MAT 07/31/26 LICU SHARE CERTIFICATE /WA	CD	250,000	5.25%	07/31/2026		13,125.00 5.21%	N/A N/A	N/A	250,000.00 1,855.00	100.742	251,855.00 1,006.85	2.16%
GREENSTATE CREDIT IA US RT 00.9500% MAT 08/18/26 LICU SHARE CERTIFICATE /IA	CD	250,000	0.95%	08/18/2026		2,375.00 1.03%	4.87% 4.87%	2.10	250,000.00 -19,880.00	92.048	230,120.00 175.69	1.97%
US TSY NOTE 00.0000% DUE 08/31/26 DTD 08/31/21 FC 02/28/22	Aaa/AA+/NR NR/NR/NR	545,000	0.75%	08/31/2026		4,087.50 0.82%	4.68% 4.68%	2.10	499,192.75 2,060.10	91.973	501,252.85 1,332.88	4.29%
US TSY NOTE 04.625 % DUE 09/15/26 DTD 09/15/23 FC 03/15/24	Aaa/AA+/AA+ NR/NR/NR	215,000	4.63%	09/15/2026		9,943.75 4.63%	4.68% 4.68%	2.05	218,805.50 -4,057.05	99.883	214,748.45 2,837.21	1.84%
US TSY NOTE 01.625 % DUE 10/31/26 DTD 10/31/19 FC 04/30/20	Aaa/AA+/NR NR/NR/NR	215,000	1.63%	10/31/2026		3,493.75 1.74%	4.64% 4.64%	2.24	202,336.50 -1,545.85	93.391	200,790.65 560.14	1.72%
NUMERICA CREDIT UN WA US RT 04.9000% MAT 11/04/26 LICU SHARE CERTIFICATE /WA	CD	200,000	4.90%	11/04/2026		9,800.00 4.90%	4.88% 4.88%	2.21	200,000.00 102.00	100.051	200,102.00 644.38	1.71%
SYNCHRONY BANK UT US RT 01.2500% MAT 12/10/26 FIXED RATE CD /UT	CD	150,000	1.25%	12/10/2026		1,875.00 1.36%	4.89% 4.89%	2.36	150,000.00 -12,478.50	91.681	137,521.50 92.47	1.18%
MEDALLION BK UT US RT 01.2500% MAT 12/30/26 FIXED RATE CD /UT	CD	200,000	1.25%	12/30/2026		2,500.00 1.37%	4.88% 4.88%	2.45	200,000.00 -17,086.00	91.457	182,914.00 198.63	1.57%

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Bond Holdings

as of June 28, 2024 (continued)

Business Service Account

Prepared for City of Clayton

Risk profile: Conservative

Return Objective: Current Income and Capital Appreciation

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2026												
Total 2026		3,362,000	1.88%	07/25/2026		\$61,409.50	4.82%	2.01	\$3,304,634.75		\$3,169,032.54	27.13%
						1.94%	4.82%		-\$135,602.21		\$9,046.23	
	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2027												
NELNET BK UT US RT 01.7500% MAT 02/16/27 FIXED RATE CD /UT	CD	80,000	1.75%	02/16/2027		1,400.00 1.90%	4.88% 4.88%	2.51	80,000.00 -6,130.40	92.337	73,869.60 510.14	0.63%
SALLIE MAE BANK UT US RT 01.9000% MAT 02/16/27 FIXED RATE CD /UT	CD	50,000	1.90%	02/16/2027		950.00 2.05%	4.88% 4.88%	2.50	50,000.00 -3,648.50	92.703	46,351.50 346.16	0.40%
HARDIN CNTY SVGS B IA US RT 01.6000% MAT 02/18/27 FIXED RATE CD /IA	CD	250,000	1.60%	02/18/2027	07/18/2024 100.00	4,000.00 1.74%	4.87% 4.87%	2.57	250,000.00 -20,255.00	91.898	229,745.00 109.59	1.97%
USALLIANCE FED CRE NY US RT 02.8500% MAT 04/27/27 FIXED RATE CD /NY	CD	100,000	2.85%	04/27/2027	07/27/2024 100.00	2,850.00 3.01%	4.88% 4.88%	2.70	100,000.00 -5,354.00	94.646	94,646.00 7.81	0.81%
MORGAN STANLEY BK UT US RT 03.0000% MAT 04/29/27 FIXED RATE CD /UT	CD	247,000	3.00%	04/29/2027	10/29/2024 100.00	7,410.00 3.16%	4.89% 4.89%	2.66	247,000.00 -12,248.73	95.041	234,751.27 1,218.08	2.01%
FHLB BOND 03.590 % DUE 062927 DTD 062922 FC 12292022	Aaa/NR/AA+ NR/NR/NR	500,000	3.59%	06/29/2027		17,950.00 3.70%	4.69% 4.69%	2.75	500,000.00 -15,255.00	96.949	484,745.00 8,925.14	4.15%
Total 2027		1,227,000	2.83%	05/03/2027		\$34,560.00	4.80%	2.67	\$1,227,000.00		\$1,164,108.37	9.97%
						2.97%	4.80%		-\$62,891.63		\$11,116.92	

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Bond Holdings

as of June 28, 2024 (continued)

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2028												
A PLUS FED CREDIT TX US RT 04.5500% MAT 04/28/28 LICU SHARE CERTIFICATE /TX	CD	250,000	4.55%	04/28/2028		11,375.00 4.57%	4.69% 4.69%	3.50	250,000.00 -1,207.50	99.517	248,792.50 0.00	2.13%
SCE FED CREDIT UNI CA US RT 04.8500% MAT 06/20/28 LICU SHARE CERTIFICATE /CA	CD	249,000	4.85%	06/20/2028		12,076.50 4.82%	4.65% 4.65%	3.60	249,000.00 1,765.41	100.709	250,765.41 264.69	2.15%
Total 2028		499,000	4.70%	05/25/2028		\$23,451.50 4.69%	4.67% 4.67%	3.55	\$499,000.00 \$557.91		\$499,557.91 \$264.69	4.28%
Maturing 2029												
EMPOWER FED CREDIT NY US RT 04.6500% MAT 06/26/29 LICU SHARE CERTIFICATE /NY	CD	149,000	4.65%	06/26/2029		6,928.50 4.62%	4.52% 4.52%	4.45	149,000.00 882.08	100.592	149,882.08 37.96	1.28%
Total 2029		149,000	4.65%	06/26/2029		\$6,928.50 4.62%	4.52% 4.52%	4.45	\$149,000.00 \$882.08		\$149,882.08 \$37.96	1.28%
Total Bond Portfolio		12,082,000	2.60%	01/17/2026	N/A	\$308,372.00 2.64%	5.04% 5.04%	1.50	\$12,010,685.55 \$-331,555.77	N/A	\$11,679,129.78 \$36,836.19 \$11,715,965.97	100%

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.



Expected Cash Flow

from 07/01/2024 to 06/30/2025

Summary of Expected Cash Flows

	2024 July	August	September	October	November	December	2025 January	February	March	April	May	June	Total (\$)
Total Portfolio	13,745	17,574	26,140	30,319	22,513	30,058	11,646	13,634	15,606	23,736	15,233	41,650	261,852
Taxable	13,745	17,574	26,140	30,319	22,513	30,058	11,646	13,634	15,606	23,736	15,233	41,650	261,852
Taxable U.S. income	13,745	17,574	25,636	30,319	21,325	30,058	11,646	13,634	15,110	23,736	14,064	41,650	
Interest payments	13,745	17,574	25,636	30,319	21,325	30,058	11,646	13,634	15,110	23,736	14,064	41,650	258,496
Taxable non-U.S. income			504		1,188				496		1,168		
Interest payments			504		1,188				496		1,168		3,356

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Details of Expected Cash Flows

	2024 July	August	September	October	November	December	2025 January	February	March	April	May	June	Total (\$)
Total Portfolio	13,745	17,574	26,140	30,319	22,513	30,058	11,646	13,634	15,606	23,736	15,233	41,650	261,852

Taxable

Taxable U.S. income

Interest payments	Quantity	2024 July	August	September	October	November	December	2025 January	February	March	April	May	June	Total (\$)
A PLUS FED CREDIT TX US RT 04.5500% MAT 04/28/28 LICU SHARE CERTIFICATE	250,000.00	934.93 Jul 28	966.10 Aug 28	966.10 Sep 28	934.93 Oct 28	966.10 Nov 28	934.93 Dec 28	966.10 Jan 28	966.10 Feb 28	872.60 Mar 28	966.10 Apr 28	934.93 May 28	966.10 Jun 28	11,375.00
AMERICAN EXP NATL UT US RT 04.6500% MAT 11/04/24 FIXED RATE CD	174,000.00					4,078.75 Nov 02								4,123.08
AMERIS BANK GA US RT 05.4000% MAT 09/12/24 FIXED RATE CD	249,000.00			3,389.13 Sep 12										3,389.13
BANK OF AMERICA NA NC US RT 05.3500% MAT 06/13/25 FIXED RATE CD	249,000.00												13,321.50 Jun 13	13,321.50
BANKUNITED NA FLOR FL US RT 00.6500% MAT 03/05/26 FIXED RATE CD	94,000.00			154.01 Sep 05			152.33 Dec 05			150.66 Mar 05			154.01 Jun 05	611.00
BANKUNITED NA FLOR FL US RT 00.9500% MAT 03/31/26 FIXED RATE CD	135,000.00	108.92 Jul 31	108.92 Aug 31	105.41 Sep 30	108.92 Oct 31	105.41 Nov 30	108.92 Dec 31	108.92 Jan 31	98.38 Feb 28	108.92 Mar 31	105.41 Apr 30	108.92 May 31	105.41 Jun 30	1,282.50

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
BARCLAYS BK DE US RT 01.0000% MAT 12/15/25 FIXED RATE CD	100,000.00						501.37 Dec 15						498.63 Jun 15	1,000.00
BLUPEAK CREDIT UNI CA US RT 05.7500% MAT 11/20/24 CREDIT UNION SHARE CERT	250,000.00	1,181.51 Jul 21	1,220.89 Aug 21	1,220.89 Sep 21	1,181.51 Oct 21	1,181.51 Nov 20								5,986.30
BMO HARRIS BK NA IL US RT 00.5500% MAT 07/29/24 FIXED RATE CD	250,000.00	342.81 Jul 29												342.81
CHARTWAY FED CREDI VA US RT 05.4500% MAT 07/31/25 LICU SHARE CERTIFICATE	250,000.00	1,157.19 Jul 31	1,157.19 Aug 31	1,119.86 Sep 30	1,157.19 Oct 31	1,119.86 Nov 30	1,157.19 Dec 31	1,157.19 Jan 31	1,045.21 Feb 28	1,157.19 Mar 31	1,119.86 Apr 30	1,157.19 May 31	1,119.86 Jun 30	13,625.00
COMENITY CAP BK UT US RT 02.6000% MAT 04/14/26 FIXED RATE CD	215,000.00	459.45 Jul 14	474.77 Aug 14	474.77 Sep 14	459.45 Oct 14	474.77 Nov 14	459.45 Dec 14	474.77 Jan 14	474.77 Feb 14	428.82 Mar 14	474.77 Apr 14	459.45 May 14	474.77 Jun 14	5,590.00
CONNEXUS CREDIT UN WI US RT 03.4000% MAT 08/15/25 LICU SHARE CERTIFICATE	250,000.00	721.92 Jul 31	721.92 Aug 31	698.63 Sep 30	721.92 Oct 31	698.63 Nov 30	721.92 Dec 31	721.92 Jan 31	652.05 Feb 28	721.92 Mar 31	698.63 Apr 30	721.92 May 31	698.63 Jun 30	8,500.00
CPTL ONE NATL ASSN VA US RT 01.4500% MAT 04/22/25 FIXED RATE CD	250,000.00				1,817.47 Oct 22						1,807.53 Apr 22			3,625.00
DELTA NATL B&T CO NY US RT 00.5500% MAT 07/21/25 FIXED RATE CD	250,000.00	685.62 Jul 31						693.15 Jan 31						1,378.77
EMPOWER FED CREDIT NY US RT 04.6500% MAT 06/26/29 LICU SHARE CERTIFICATE	149,000.00	265.75 Jul 10	588.45 Aug 10	588.45 Sep 10	569.47 Oct 10	588.45 Nov 10	569.47 Dec 10	588.45 Jan 10	588.45 Feb 10	531.50 Mar 10	588.45 Apr 10	569.47 May 10	588.45 Jun 10	6,624.78

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024					2025							Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
FFCB BOND 00.600 % DUE 112425 DTD 112420 FC 05242021	150,000.00					450.00 Nov 24						450.00 May 24		900.00
FHLB BOND 03.590 % DUE 062927 DTD 062922 FC 12292022	500,000.00						8,975.00 Dec 29						8,975.00 Jun 29	17,950.00
FHLB NTS 00.520 % DUE 021226 DTD 021221 FC 08122021	100,000.00		260.00 Aug 12						260.00 Feb 12					520.00
FLAGSTAR BANK, FSB MI US RT 01.1500% MAT 04/29/25 FIXED RATE CD	250,000.00				1,441.44 Oct 29						1,433.56 Apr 29			2,875.00
FREEDOM FIRST FED VA US RT 04.9000% MAT 10/28/24 LICU SHARE CERTIFICATE	250,000.00	1,006.85 Jul 28	1,040.41 Aug 28	1,040.41 Sep 28	1,006.85 Oct 28									4,094.52
GESA CREDIT UNION WA US RT 05.2500% MAT 07/31/26 LICU SHARE CERTIFICATE	250,000.00	1,114.73 Jul 31	1,114.73 Aug 31	1,078.77 Sep 30	1,114.73 Oct 31	1,078.77 Nov 30	1,114.73 Dec 31	1,114.73 Jan 31	1,006.85 Feb 28	1,114.73 Mar 31	1,078.77 Apr 30	1,114.73 May 31	1,078.77 Jun 30	13,125.00
GREENSTATE CREDIT IA US RT 00.9500% MAT 08/18/26 LICU SHARE CERTIFICATE	250,000.00	195.21 Jul 01	201.71 Aug 01	201.71 Sep 01	195.21 Oct 01	201.71 Nov 01	195.21 Dec 01	201.71 Jan 01	201.71 Feb 01	182.19 Mar 01	201.71 Apr 01	195.21 May 01	201.71 Jun 01	2,375.00
HARDIN CNTY SVGS B IA US RT 01.6000% MAT 02/18/27 FIXED RATE CD	250,000.00	328.77 Jul 18	339.73 Aug 18	339.73 Sep 18	328.77 Oct 18	339.73 Nov 18	328.77 Dec 18	339.73 Jan 18	339.73 Feb 18	306.85 Mar 18	339.73 Apr 18	328.77 May 18	339.73 Jun 18	4,000.00
JPMORGAN CHASE BK DE US RT 00.4000% MAT 10/30/25 STEP RATE CD	250,000.00				504.11 Oct 31						495.89 Apr 30			1,000.00

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
KEMBA FINL CREDIT OH US RT 04.0000% MAT 09/22/25 FIXED RATE CD	250,000.00	821.92 Jul 01	849.32 Aug 01	849.32 Sep 01	821.92 Oct 01	849.32 Nov 01	821.92 Dec 01	849.32 Jan 01	849.32 Feb 01	767.12 Mar 01	849.32 Apr 01	821.92 May 01	849.32 Jun 01	10,000.00
LIVE OAK BKG CO NC US RT 00.6000% MAT 08/13/25 FIXED RATE CD	150,000.00	73.97 Jul 01	76.44 Aug 01	76.44 Sep 01	73.97 Oct 01	76.44 Nov 01	73.97 Dec 01	76.44 Jan 01	76.44 Feb 01	69.04 Mar 01	76.44 Apr 01	73.97 May 01	76.44 Jun 01	900.00
MEDALLION BK UT US RT 01.2500% MAT 12/30/26 FIXED RATE CD	200,000.00	205.48 Jul 30	212.33 Aug 30	212.33 Sep 30	205.48 Oct 30	212.33 Nov 30	205.48 Dec 30	212.33 Jan 30	198.63 Feb 28	205.48 Mar 30	212.33 Apr 30	205.48 May 30	212.33 Jun 30	2,500.00
MERRICK BK UT US RT 00.5000% MAT 01/29/26 FIXED RATE CD	245,000.00	104.04 Jul 31	104.04 Aug 31	100.68 Sep 30	104.04 Oct 31	100.68 Nov 30	104.04 Dec 31	104.04 Jan 31	93.97 Feb 28	104.04 Mar 31	100.68 Apr 30	104.04 May 31	100.68 Jun 30	1,225.00
MORGAN STANLEY BK UT US RT 03.0000% MAT 04/29/27 FIXED RATE CD	247,000.00				3,715.15 Oct 29						3,694.85 Apr 29			7,410.00
MORGAN STANLEY PRV NY US RT 04.7000% MAT 04/28/25 FIXED RATE CD	236,000.00				5,561.19 Oct 27						5,530.81 Apr 27			11,122.39
MOUNTAIN AMERICA C UT US RT 03.4500% MAT 02/28/25 LICU SHARE CERTIFICATE	250,000.00	708.90 Jul 01	732.53 Aug 01	732.53 Sep 01	708.90 Oct 01	732.53 Nov 01	708.90 Dec 01	732.53 Jan 01	732.53 Feb 01					6,427.40
NELNET BK UT US RT 01.7500% MAT 02/16/27 FIXED RATE CD	80,000.00		698.08 Aug 16							705.75 Feb 16				1,403.84
NUMERICA CREDIT UN WA US RT 04.9000% MAT 11/04/26 LICU SHARE CERTIFICATE	200,000.00	805.48 Jul 04	832.33 Aug 04	832.33 Sep 04	805.48 Oct 04	832.33 Nov 04	805.48 Dec 04	832.33 Jan 04	832.33 Feb 04	751.78 Mar 04	832.33 Apr 04	805.48 May 04	832.33 Jun 04	9,800.00

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
SALLIE MAE BANK UT US RT 01.9000% MAT 02/16/27 FIXED RATE CD	50,000.00		473.70 Aug 16						478.90 Feb 16					952.60
SCE FED CREDIT UNI CA US RT 04.8500% MAT 06/20/28 LICU SHARE CERTIFICATE	249,000.00	992.59 Jul 20	1,025.68 Aug 20	1,025.68 Sep 20	992.59 Oct 20	1,025.68 Nov 20	992.59 Dec 20	1,025.68 Jan 20	1,025.68 Feb 20	926.42 Mar 20	1,025.68 Apr 20	992.59 May 20	1,025.68 Jun 20	12,076.50
SYNCHRONY BANK UT US RT 01.2500% MAT 12/10/26 FIXED RATE CD	150,000.00						940.07 Dec 10						934.93 Jun 10	1,875.00
TECHNOLOGY CREDIT CA US RT 05.0000% MAT 01/21/25 CREDIT UNION SHARE CERT	248,000.00	1,019.18 Jul 19	1,053.15 Aug 19	1,053.15 Sep 19	1,019.18 Oct 19	1,053.15 Nov 19	1,019.18 Dec 19	1,053.15 Jan 19						7,338.08
TEXAS EXCHANGE BK TX US RT 00.5000% MAT 12/11/24 FIXED RATE CD	198,000.00	81.37 Jul 11	84.08 Aug 11	84.08 Sep 11	81.37 Oct 11	84.08 Nov 11	81.37 Dec 11							496.36
TOYOTA FINL SVGS B NV US RT 00.6000% MAT 08/12/24 FIXED RATE CD	250,000.00		747.95 Aug 12											747.95
UBS BANK UT US RT 00.5500% MAT 08/12/24 FIXED RATE CD	250,000.00	113.01 Jul 11	116.78 Aug 11											233.56
UBS INSURED SWEEP PROGRAM	166,029.02	13.84 Jul 05	13.84 Aug 05	13.84 Sep 05	13.84 Oct 05	13.84 Nov 05	13.84 Dec 05	13.84 Jan 05	13.84 Feb 05	13.84 Mar 05	13.84 Apr 05	13.84 May 05	13.84 Jun 05	166.03
US TSY NOTE 00.0000% DUE 08/31/26 DTD 08/31/21 FC 02/28/22	545,000.00		2,043.75 Aug 31						2,043.75 Feb 28					4,087.50
US TSY NOTE 00.375 % DUE 12/31/25 DTD 12/31/20 FC 06/30/21	544,000.00						1,020.00 Dec 31						1,020.00 Jun 30	2,040.00

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
US TSY NOTE 00.875 % DUE 06/30/26 DTD 06/30/21 FC 12/31/21	300,000.00						1,312.50 Dec 31						1,312.50 Jun 30	2,625.00
US TSY NOTE 01.625 % DUE 10/31/26 DTD 10/31/19 FC 04/30/20	215,000.00				1,746.88 Oct 31						1,746.88 Apr 30			3,493.75
US TSY NOTE 02.625 % DUE 03/31/25 DTD 03/31/18 FC 09/30/18	110,000.00			1,443.75 Sep 30						1,443.75 Mar 31				2,887.50
US TSY NOTE 02.750 % DUE 05/15/25 DTD 05/15/22 FC 11/15/22	100,000.00					1,375.00 Nov 15					1,375.00 May 15			2,750.00
US TSY NOTE 02.875 % DUE 06/15/25 DTD 06/15/22 FC 12/15/22	100,000.00						1,437.50 Dec 15						1,437.50 Jun 15	2,875.00
US TSY NOTE 04.000 % DUE 12/15/25 DTD 12/15/22 FC 06/15/23	250,000.00						5,000.00 Dec 15						5,000.00 Jun 15	10,000.00
US TSY NOTE 04.250 % DUE 09/30/24 DTD 09/30/22 FC 03/31/23	120,000.00			2,550.00 Sep 30										2,550.00
US TSY NOTE 04.375 % DUE 10/31/24 DTD 10/31/22 FC 04/30/23	120,000.00				2,625.00 Oct 31									2,625.00
US TSY NOTE 04.500 % DUE 11/15/25 DTD 11/15/22 FC 05/15/23	148,000.00					3,330.00 Nov 15					3,330.00 May 15			6,660.00
US TSY NOTE 04.625 % DUE 09/15/26 DTD 09/15/23 FC 03/15/24	215,000.00			4,971.88 Sep 15						4,971.88 Mar 15				9,943.75

Includes all fixed income securities in the selected portfolio.



Expected Cash Flow

from 07/01/2024 to 06/30/2025 (continued)

Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
USALLIANCE FED CRE NY US RT 00.5500% MAT 08/28/25 FIXED RATE CD	149,000.00	67.36 Jul 28	69.60 Aug 28	69.60 Sep 28	67.36 Oct 28	69.60 Nov 28	67.36 Dec 28	69.60 Jan 28	69.60 Feb 28	62.87 Mar 28	69.60 Apr 28	67.36 May 28	69.60 Jun 28	819.50
USALLIANCE FED CRE NY US RT 02.8500% MAT 04/27/27 FIXED RATE CD	100,000.00	234.25 Jul 27	242.05 Aug 27	242.05 Sep 27	234.25 Oct 27	242.05 Nov 27	234.25 Dec 27	242.05 Jan 27	242.05 Feb 27	218.63 Mar 27	242.05 Apr 27	234.25 May 27	242.05 Jun 27	2,850.00
Total Interest payments		13,745	17,574	25,636	30,319	21,325	30,058	11,646	13,634	15,110	23,736	14,064	41,650	258,496
Taxable non-U.S. income														
Interest payments	Quantity	2024						2025						Total (\$)
		July	August	September	October	November	December	January	February	March	April	May	June	
STATE BANK OF INDI NY US RT 00.9500% MAT 05/19/26 FIXED RATE CD	248,000.00					1,187.68 Nov 19						1,168.32 May 19		2,356.00
STATE BK IL US RT 00.5000% MAT 09/22/25 FIXED RATE CD	200,000.00			504.11 Sep 22						495.89 Mar 22				1,000.00
Total Interest payments				504		1,188				496		1,168		3,356
Total Portfolio		2024	August	September	October	November	December	2025	February	March	April	May	June	Total (\$)
		July							January					
Total Portfolio		13,745	17,574	26,140	30,319	22,513	30,058	11,646	13,634	15,606	23,736	15,233	41,650	261,852

Includes all fixed income securities in the selected portfolio.

Executive summary: Soft landing on track, supportive for market

Macroeconomic outlook

- **Base case:** A soft landing, with the Fed starting a rate-cutting cycle in September as growth and inflation moderate.
- **Growth:** With the savings rate at a historically low level and excess savings built during the pandemic mostly used up, we expect consumer spending will at best grow in line with income in the months ahead. However, the labor market remains strong enough to provide rising wage income, and combined with slowing inflation, this should keep real income on an upward trend.
- **Inflation:** Businesses are reporting that consumers are pushing back against price increases, and there have been more anecdotes about price cuts, especially at stores catering to lower-income households. We therefore expect the downward trend in core inflation to continue.
- **Rates:** We expect the Fed to cut rates in September as it receives softer data on growth, the labor market, and inflation. We see risks as skewed toward the Fed staying on hold for longer than in our base case, but we still see additional rate hikes as unlikely. As suggested by the Fed itself, once rate cuts start, additional cuts are likely to follow.

Market overview

- **What the markets are pricing:** Good news, but not Goldilocks. Investors are now more worried about slowing growth than sticky inflation, which is reflected by the performance within equities and the fall in Treasury yields since early spring.
- **Concentrated performance.** The S&P 500 was up 15% in 1H, but that was largely due to a handful of stocks that are the biggest beneficiaries of AI so far. Overall market breadth was lackluster.
- **Hints of the reflation trade returning.** Higher growth, inflation, and rates defined Q1 performance into April, but receded in the spring. A possible policy mix of loose fiscal, easier monetary, and higher tariffs could bring it back.
- **Sentiment is positive not extreme.** Investors were marginally more cautious in June, but far from bearish, though conditions are certainly not frothy. Equity rally is more reminiscent of the markets climbing a modest wall of worry.
- **Valuations elevated but holding steady.** Equity and credit risk premiums are low, but can stay that way for a long time, absent a recession.

Investment outlook

- **A positive bias toward risk assets favoring quality stocks and bonds.**
 - Moderating but solid growth, disinflation continuing, and lower rates are a supportive combination for risk assets.
 - Timing of rate cuts matters less for the outlook than the fact that the Fed is prepared to cut, if necessary.
 - With markets not pricing Goldilocks, they have room to keep rallying if growth stays solid, disinflation progresses, and the Fed delivers "insurance" rate cuts.
 - Volatility is low and multiple factors could cause it to rise, while stagflation, not politics, is the bigger near-term risk.
- **Preferences:** We expect positive returns across all asset classes over the next six to 12 months, with better risk-adjusted returns for bonds versus equities in our base case. We would add exposure to risk assets and longer duration bonds on any sell-offs.
- **Equities:** Tech stocks remain most preferred because of the AI tailwind that has room to run and their quality attributes.
- **Fixed income:** Absolute yields are elevated, while spreads are tight, which favors high quality bonds (i.e., IG, MBS, CMBS).
- **Commodities:** We upgraded Gold to most preferred owing to secular central bank demand and expectations for rate cuts.



Disclosures Applicable to Accounts at UBS Financial Services Inc.

This section contains important disclosures regarding the information and valuations presented here. All information presented is subject to change at any time and is provided only as of the date indicated. The information in this report is for informational purposes only and should not be relied upon as the basis of an investment or liquidation decision. UBS FS account statements and official tax documents are the only official record of your accounts and are not replaced, amended or superseded by any of the information presented in these reports. You should not rely on this information in making purchase or sell decisions, for tax purposes or otherwise.

UBS FS offers a number of investment advisory programs to clients, acting in our capacity as an investment adviser, including fee-based financial planning, discretionary account management, non-discretionary investment advisory programs, and advice on the selection of investment managers and mutual funds offered through our investment advisory programs. When we act as your investment adviser, we will have a written agreement with you expressly acknowledging our investment advisory relationship with you and describing our obligations to you. At the beginning of our advisory relationship, we will give you our Form ADV brochure(s) for the program(s) you selected that provides detailed information about, among other things, the advisory services we provide, our fees, our personnel, our other business activities and financial industry affiliations and conflicts between our interests and your interests.

In our attempt to provide you with the highest quality information available, we have compiled this report using data obtained from recognized statistical sources and authorities in the financial industry. While we believe this information to be reliable, we cannot make any representations regarding its accuracy or completeness. Please keep this guide as your Advisory Review.

Please keep in mind that most investment objectives are long term. Although it is important to evaluate your portfolio's performance over multiple time periods, we believe the greatest emphasis should be placed on the longer period returns.

Please review the report content carefully and contact your Financial Advisor with any questions.

Portfolio: For purposes of this report "portfolio" is defined as all of the accounts presented on the cover page or the header of this report and does not necessarily include all of the client's accounts held at UBS FS or elsewhere.

Tax lots: This report displays security tax lots as either one line item (i.e., lumped tax lots) or as separate tax lot level information. If you choose to display security tax lots as one line item, the total cost equals the total value of all tax lots. The unit cost is an average of the total cost divided by the total number of shares. If the shares were purchased in different lots, the unit price listed does not represent the actual cost paid for each lot. The unrealized gain/loss value is calculated by combining the total value of all tax lots plus or minus the total market value of the security.

If you choose to display tax lot level information as separate line items on the Portfolio Holdings report, the tax lot information may include information from sources other than UBS FS. The Firm does not independently verify or guarantee the accuracy or validity of any information provided by sources other than UBS FS. As a result this information may not be accurate and is provided for informational purposes only. Clients should not rely on this information in making purchase or sell decisions, for tax purposes or otherwise. See your monthly statement for additional information.

Pricing: All securities are priced using the closing price reported on the last business day preceding the date of

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Estimated Annual Income: The Estimated Annual Income is the dividend/interest rate paid by the investment solely as of the date of this report, annualized yearly per share and multiplied by the quantity of shares held in the selected account(s). For Expected Cash Flow and Portfolio Holdings reports prior to June 23, 2023, savings products & sweep funds do not display such calculations and instead, values are displayed as N/A. For all other reports, Estimated Annual Income for savings products & sweep funds is not calculated or factored into aggregate calculations and will be displayed as 0.

Current Yield: Current yield calculations display the current yield of the investment solely as of the date of this report, is defined as the estimated annual income divided by the total market value. For Portfolio Holdings report generated prior to June 23, 2023, savings products & sweep funds do not include such information and instead, values are displayed as N/A. For all other reports, Current Yield for savings products & sweep funds is not calculated or factored into aggregate calculations and will be displayed as 0.

Bond Rating: These ratings are obtained from independent industry sources and are not verified by UBS FS. Securities without rating information are left blank. Rating agencies may discontinue ratings on high yield securities.

NR: When NR is displayed under bond rating column, no ratings are currently available from that rating agency.

High Yield: This report may designate a security as a high yield fixed income security even though one or more rating agencies rate the security as an investment grade security. Further, this report may incorporate a rating that is no longer current with the rating agency. For more information about the rating for any high yield fixed income security, or to consider whether to hold or sell a high yield fixed income security, please contact your financial advisor or representative and do not make any investment decision based on this report.

Credit/Event Risk: Investments are subject to event risk and changes in credit quality of the issuer. Issuers can experience economic situations that may have adverse effects on the market value of their securities.

Interest Rate Risk: Bonds are subject to market value fluctuations as interest rates rise and fall. If sold prior to maturity, the price received for an issue may be less than the original purchase price.

Reinvestment Risk: Since most corporate issues pay interest semiannually, the coupon payments over the life of the bond can have a major impact on the bond's total return.

Call Provisions: When evaluating the purchase of a corporate bond, one should be aware of any features that may allow the issuer to call the security. This is particularly important when considering an issue that is trading at a premium to its call price, since the return may be negatively impacted if the issue is redeemed. Should an issue be called, investors may be faced with an earlier than anticipated reinvestment decision, and may be unable to



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reinvest their principal at equally favorable rates.

Effective Maturity: Effective maturity is the expected redemption due to pre-refunding, puts, or maturity and does not reflect any sinking fund activity, optional or extraordinary calls. Securities without a maturity date are left blank and typically include Preferred Securities, Mutual Funds and Fixed Income UITs.

Yields: Yield to Maturity and Yield to Worst are calculated to the worst call.

Accrued Interest: Interest that has accumulated between the most recent payment and the report date may be reflected in market values for interest bearing securities.

Bond Averages: All averages are weighted averages calculated based on market value of the holding, not including accrued interest.

Tax Status: "Taxable" includes all securities held in a taxable account that are subject to federal and/or state or local taxation. "Tax-exempt" includes all securities held in a taxable account that are exempt from federal, state and local taxation. "Tax-deferred" includes all securities held in a tax-deferred account, regardless of the status of the security.

Taxability unknown: Taxability unknown items may include, but not to be limited to, Money Market interest, ordinary interest, and ordinary dividends. The value shown for interest bearing securities that have been deposited or received in your account includes accrued interest, where applicable.

Cash Flow: This Cash Flow analysis is based on the historical dividend, coupon and interest payments you have received as of the Record Date in connection with the securities listed and assumes that you will continue to hold the securities for the periods for which cash flows are projected. The attached may or may not include principal paybacks for the securities listed. These potential cash flows are subject to change due to a variety of reasons, including but not limited to, contractual provisions, changes in corporate policies, changes in the value of the underlying securities and interest rate fluctuations. The effect of a call on any security(s) and the consequential impact on its potential cash flow(s) is not reflected in this report. Payments that occur in the same month in which the report is generated -- but prior to the report run ("As of") date -- are not reflected in this report. In determining the potential cash flows, UBS FS relies on information obtained from third party services it believes to be reliable. UBS FS does not independently verify or guarantee the accuracy or validity of any information provided by third parties. Although UBS FS generally updates this information as it is received, the Firm does not provide any assurances that the information listed is accurate as of the Record Date. Cash flows for mortgage-backed, asset-backed, factored, and other pass-through securities are based on the assumptions that the current face amount, principal pay-down, interest payment and payment frequency remain constant. Calculations may include principal payments, are intended to be an estimate of future projected interest cash flows and do not in any way guarantee accuracy.

Expected Cash Flow reporting for Puerto Rico Income Tax Purposes: Expected Cash Flow reporting may be prepared solely for Puerto Rico income tax purposes only. If you have received expected cash flow reporting for Puerto Rico income tax purposes only and are NOT subject to Puerto Rico income taxes, you have received this reporting in error and you should contact your Financial Advisor immediately. Both the Firm and your Financial Advisor will rely solely upon your representations and will not make the determination of whether you are subject to Puerto Rico income taxes. If you have received this reporting and you are NOT subject to Puerto Rico income taxes, the information provided in this reporting is inaccurate and should not be relied upon by you or your advisers. Neither UBS FS nor its employees or associated persons provide tax or legal advice. You should

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Bond sensitivity analysis: This analysis uses Modified Duration which approximates the percentage price change of a security for a given change in yield. The higher the modified duration of a security, the higher its risk. For callable securities, modified duration does not address the impact of changing interest rates on a bond's expected cash flow as a result of a call or prepayment.

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Account name(s) displayed in this report and labels used for groupings of accounts can be customizable "nicknames" chosen by you to assist you with your recordkeeping or may have been included by your financial advisor for reference purposes only. The names used have no legal effect, are not intended to reflect any strategy, product, recommendation, investment objective or risk profile associated with your accounts or any group of accounts, and are not a promise or guarantee that wealth, or any financial results, can or will be achieved. All investments involve the risk of loss, including the risk of loss of the entire investment.

For more information about account or group names, or to make changes, contact your Financial Advisor.

Account changes: At UBS, we are committed to helping you work toward your financial goals. So that we may continue providing you with financial advice that is consistent with your investment objectives, please consider the following two questions:

- 1) Have there been any changes to your financial situation or investment objectives?
 - 2) Would you like to implement or modify any restrictions regarding the management of your account?
- If the answer to either question is "yes," it is important that you contact your Financial Advisor as soon as possible to discuss these changes. For MAC advisory accounts, please contact your investment manager directly if you would like to impose or change any investment restrictions on your account.

ADV disclosure: A complimentary copy of our current Form ADV Disclosure Brochure that describes the advisory program and related fees is available through your Financial Advisor. Please contact your Financial Advisor if you have any questions.



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The Firm is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to \$500,000 (including \$250,000 for claims for cash). Explanatory brochure available upon request or at www.sipc.org. The SIPC asset protection limits apply to all accounts that you hold in a particular capacity.

The Firm, together with certain affiliates, has also purchased supplemental insurance. The maximum amount payable to all eligible clients, collectively under this protection is \$500 million as of December 10, 2019. Subject to the policy conditions and limitations, cash at the Firm is further protected for up to \$1.9 million in the aggregate for all your accounts held in a particular capacity. A full copy of the policy wording is available upon request.

Neither the SIPC protection nor the supplemental protection apply to:

- Certain financial assets controlled by (and included in your account value) but held away from

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- Investment contracts or investment interests (e.g., limited partnerships and private placements) that are not registered under the Securities Act of 1933;
- Commodities contracts (e.g., foreign exchange and precious metal contracts), including futures contracts and commodity option contracts;
- Securities on loan to UBS Financial Services; and
- Deposit accounts (except certificates of deposit) at UBS Bank USA, UBS AG U.S. branches and banks in the FDIC Insured Deposit Program.

The SIPC protection and the supplemental protection do not apply to these assets even if they otherwise appear on your statements. The SIPC protection and the supplemental protection do not protect against changes in the market value of your investments (whether as a result of market movement, issuer bankruptcy or otherwise).