

Investment objective

Seeks to provide consistent tax-exempt income while attempting to align with client values through funding projects with a positive impact on the environment and society.

Calvert research process

The Calvert environmental, social and governance (ESG) municipal research process is a holistic four-step process that attempts to identify municipal securities that have positive impacts on society while simultaneously generating superior performance.

- | | |
|--|---|
| <ol style="list-style-type: none"> 1. Credit review 2. Sector rating 3. Evaluate obligor 4. Evaluate use of proceeds 5. Final Calvert ESG municipal issue score | <ul style="list-style-type: none"> • Bottom-up fundamental credit review • Major municipal sectors are ranked from best to worst based on material environmental and social impact • Sector ratings are adjusted based on the specifics of the obligor. Each obligor has unique data points that impact the adjusted combined sector/obligor score. • A bond's use of proceeds is ranked from best to worst based on material environmental and social impact • From the combined sector/obligor rating and the use of proceeds rating then can determine which municipal securities are appropriate for inclusion |
|--|---|

Final Calvert ESG municipal issue score

- 5** Exceptional environmental or social community impact
- 4** Meaningful environmental or social community impact
- 3** Standard municipal issuer or bond for general public benefit
- 2** Some negative environmental or social impact
- 1** Materially negative environmental or social impact

SMA portfolio construction utilizing Parametric principles for responsible investment

- ESG-5 & ESG-4: Minimum 30% allocation
- ESG-3 or above: 100% allocation
- ESG-2 or ESG-1: Excluded

Tools for transition

Transition analyses and sample portfolios available.

On-demand reporting portal

Access to client account details and characteristics

Parametric TABS Calvert Municipals

Ladder client customization

- Maturity options** Choose any combination of maturity ranges combination of maturity ranges within 1-20 years. For example, 1-8 year, 1-14 year, 3-12 year, etc.
- Securities per maturity** 1, 2, 3 or more securities per maturity depending on the size of the investment
- Credit quality¹** A- or better
- State concentration** National, CA, NY

Managed municipals client customization

- Maturity options** Short (Target Duration 3-5 Years)
Intermediate (Target Duration 4-6 Years)
Long (Target Duration 6-8 Years)
- Credit quality¹** A- or better
- State concentration** National, CA, NY

There is no assurance the investment objective will be achieved. All investments are subject to risk of loss. See disclosures for additional information.

Team leadership

Jim Evans, CFA
Co-Head, Fixed Income

Lauren Kashmanian
Director, Portfolio Management &
Responsible Investing

¹ Ratings are based on Moody's, S&P or Fitch, as applicable. Credit ratings are based largely on the ratings agency's investment analysis at the time of rating, and the rating assigned to any particular security is not necessarily a reflection of the issuer's current financial condition. The rating assigned to a security by a rating agency does not necessarily reflect its assessment of the volatility of a security's market value or of the liquidity of an investment in the security. If securities are rated differently by the ratings agencies, the higher rating is applied. Ratings of BBB or higher by Standard and Poor's or Fitch (Baa or higher by Moody's) are considered to be investment-grade quality.

² Diversification cannot ensure a profit or protect against loss.



About Parametric

Parametric Portfolio Associates® LLC ("Parametric"), headquartered in Seattle, is registered as an investment advisor with the Securities and Exchange Commission under the Investment Advisors Act of 1940. Parametric is a leading global asset management firm, providing investment strategies and customized exposure management directly to institutional investors and indirectly to individual investors through financial intermediaries. Parametric offers a variety of rules-based investment strategies, including alpha-seeking equity, fixed-income, alternative and options strategies. Parametric also offers implementation services, including customized equity, traditional overlay and centralized portfolio management. Parametric is an affiliate of Morgan Stanley Investment Management, the asset management division of Morgan Stanley, and offers these capabilities through offices located in Seattle, Boston, Minneapolis, New York City, and Westport, Connecticut. This material may not be forwarded or reproduced, in whole or in part, without the written consent of Parametric. Parametric and its affiliates are not responsible for its use by other parties.

About Calvert

Calvert Research and Management (Calvert) is an affiliated investment adviser. Calvert and Parametric are wholly owned subsidiaries of Morgan Stanley. Calvert is a global leader in responsible investing. Calvert sponsors one of the largest and most diversified families of responsibly invested mutual funds, encompassing active and passively managed equity, income, alternative and multi-asset strategies. With roots in responsible investing back to 1982, the firm seeks to generate favorable investment returns for clients by allocating capital consistent with environmental, social and governance best

practices and through structured engagement with portfolio companies. Headquartered in Washington, D.C., Calvert manages assets on behalf of funds, individual and institutional separate account clients, and their advisors. For more information, visit calvert.com.

This information is intended for informational purposes and details investment strategies and opportunities identified by Parametric. Opinions and estimates offered constitute our judgment and are subject to change without notice, as are statements of financial market trends, which are based on current market conditions. We believe the information provided here is reliable, but do not warrant its accuracy or completeness. This material is not intended as an offer or solicitation for the purchase or sale of any financial instrument. The views and strategies described may not be suitable for all investors. Past performance is not indicative of future results. Investing entails risks and there can be no assurance that Parametric will achieve profits or avoid incurring losses. Parametric and Morgan Stanley do not provide legal, tax or accounting advice or services. Clients should consult with their own tax or legal advisor prior to entering into any transaction or strategy described herein. Additional information is available on request.

An environmental, social and governance ("ESG") investment strategy limits the types and number of investment opportunities available to the investor and, as a result, the investor's portfolio may underperform other investment strategies that do not have an ESG focus. The ESG investment strategy may result in investments in securities or industry sectors that underperform the market as a whole or underperform other strategies which apply ESG standards. An issuer's ESG performance or the investment adviser's assessment of such performance may change over time, which could cause the investor to temporarily

hold securities that do not comply with the investor's responsible investment criteria. In evaluating an investment, the investment adviser is dependent upon information and data that may be incomplete, inaccurate or unavailable, which could adversely affect the analysis of the ESG factors relevant to a particular investment. Successful application of the investor's responsible investment strategy will depend on the investment adviser's skill in properly identifying and analyzing material ESG issues.

An imbalance in supply and demand in the municipal market may result in valuation uncertainties and greater volatility, less liquidity, widening credit spreads and a lack of price transparency in the market. There generally is limited public information about municipal issuers. As interest rates rise, the value of certain income investments is likely to decline. Longer-term bonds typically are more sensitive to interest-rate changes than shorter-term bonds. Investments in income securities may be affected by changes in the creditworthiness of the issuer and are subject to the risk of nonpayment of principal and interest. The value of income securities also may decline because of real or perceived concerns about the issuer's ability to make principal and interest payments.

All contents ©2022 Parametric Portfolio Associates® LLC. All rights reserved. Parametric Portfolio Associates®, Parametric with the triangle logo, DeltaShift®, PIOS®, and Custom Core® are trademarks registered in the US Patent and Trademark Office.

Parametric is located at 800 Fifth Avenue, Suite 2800, Seattle, WA 98104. For more information regarding Parametric and its investment strategies, including a list of composites, or to request a copy of Parametric's Form ADV, please contact us at 206.694.5575 or visit our website, www.parametricportfolio.com.

NOT FDIC INSURED. OFFER NO BANK GUARANTEE. MAY LOSE VALUE.
NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY. NOT A DEPOSIT.

©2022 Parametric Portfolio Associates® LLC.
For Investment Professional Use Only; Not Intended for Public Use.