

Parametric Managed Corporate

STRATEGY OVERVIEW | 2026

Investment Objective

Seek to maximize income and preserve capital while outperforming benchmark.

Investment Philosophy

- Seek to improve upon the attractive qualities offered by investment grade corporate bonds through active portfolio management with a focus on after-tax returns.
- Combine top-down and bottom-up analysis that drives security selection on variables including but not limited to, credit fundamentals, liquidity, and call features.

Investment Process

- Invest in high quality, investment grade corporate bonds with high coupons.
- Select securities that achieve investment objectives while maintaining targeted positioning across sector, duration and ratings band.

Professional Management

- Value added through active management with relative value trades, new issue premium, tactical positioning, and fundamental credit research.
- All issuers are rated on a four-point scale, with analysts considering such factors as capital adequacy, asset quality, earnings and liquidity, as well as business position, sector fundamentals and headline risk.

Why Parametric Managed Corporates?

Client Customization

- Duration Options:
 - Short
 - Intermediate

Additional Highlights

- Minimum Investment: \$250,000
- Minimum Credit Quality: BBB-

Active Management

- **Relative Value Trading:** Seek relative value across sector, ratings band, and at issuer level
- **Tax Loss Harvesting:** Continuous monitoring to harvest losses to lessen impact of capital gains taxes on portfolio returns

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 ratings 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.

Parametric Difference



PERSONALIZED PORTFOLIOS

A wide range of customization options allows for a targeted allocation to match each individual client's risk-and-return profile.



ADVANCED TECHNOLOGY

Parametric's proprietary technology efficiently identifies the most attractive securities and optimizes the overall bond investing process.



TAX EFFICIENCY

We aim for enhanced after-tax returns through our differentiated year-round tax-loss harvesting, which focuses on minimizing transaction costs and cash drag.



EXCEPTIONAL CLIENT SERVICE

Direct access to the portfolio management team helps keep investors and advisors connected and on top of market insights and recommendations.

The information represents how the investment team generally applies their investment processes under normal market conditions. Diversification does not eliminate the possibility of loss. All investments are subject to risk.

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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. There is no assurance that a separately managed account ("SMA") will achieve its investment objective. SMAs are subject to market risk, which is the possibility that the market values of the securities in an account will decline and that the value of the securities may therefore be less than what you paid for them. Market values can change daily due to economic and other events (e.g. natural disasters, health crises, terrorism, conflicts and social unrest) that affect markets, countries, companies or governments. It is difficult to predict the timing, duration, and potential adverse effects (e.g. portfolio liquidity) of events. Accordingly, you can lose money investing in an SMA. Investment strategies that seek to enhance after-tax performance may be unable to fully realize strategic gains or harvest losses due to various factors. Market conditions may limit the ability to generate tax losses. Tax-loss harvesting involves the risks that the new investment could perform worse than the original investment and that transaction costs could offset the tax benefit. Also, a tax-managed strategy may cause a client portfolio to hold a security in order to achieve more favorable tax treatment or to sell a security in order to create tax losses. Prospective investors should consult with a tax or legal advisor before making any investment decision.

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