

Brown Advisory Managed Sustainable Fixed Income Solutions

Why Managed U.S. Sustainable Fixed Income?

We believe that a sustainable and flexible approach to fixed income can offer investors access to a more attractive stream of income and risk adjusted returns that is aligned with positive sustainability outcomes.



Better investment and sustainability outcomes

Integrating sustainable investment research with fundamental bottom-up issuer analysis helps provide a deeper understanding of potential investment risks without sacrificing total returns, while contributing to sustainable outcomes.



Potential for income and diversification

Adding depth and breadth to the investment opportunity set can increase the potential to generate higher income and realize diversification benefit.



Flexibility to capture alpha and customize solutions

An active approach, untethered to the benchmark, can provide the flexibility to allocate risk tactically to areas of the market with the most attractive risk-reward profiles (alpha) and customize solutions to better meet investors' goals.

Our Strategies

Tax-Exempt Sustainable

Portfolio Managers

Stephen Shutz, CFA



Amy Hauter, CFA



Benchmark

Bloomberg 1-10 Year Blend Municipal Bond Index

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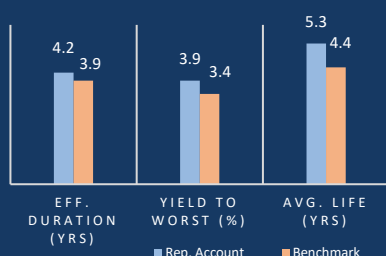
Aa3

Avg. Credit Quality

Aa3

Aa3

TAX-EXEMPT SUSTAINABLE PORTFOLIO CHARACTERISTICS ¹



Sustainable Core

Portfolio Managers

Amy Hauter, CFA



Jason Vlosich



Benchmark

Bloomberg U.S. Aggregate Bond Index

Why Brown Advisory for Managed Sustainable Fixed Income?

Experienced Investment Team

- Expertise across a broad range of US and global fixed income sectors
- Long history of sustainable investing

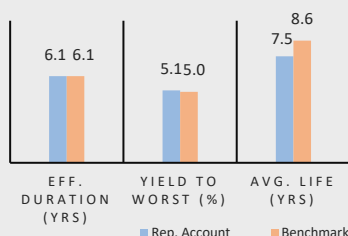
Disciplined Active Management

- Credit & Interest rate risk management
- Capital preservation
- Bottom-up driven analysis

Unified Approach

- Integrated fundamental and sustainable investment research
- Focus on identifying quality bonds that offer attractive yields and capital appreciation

SUSTAINABLE CORE PORTFOLIO CHARACTERISTICS ²



¹Source: FactSet. The portfolio information shown above is based on a representative Tax-Exempt Sustainable Fixed Income account as of 06/30/2024. Benchmark Shown is the Bloomberg 1-10 Year Blend Municipal Bond Index. Portfolio level information includes cash and cash equivalents. Fixed income quality distribution and duration distribution may not total 100% due to rounding.

²Source: FactSet. The portfolio information is based on a representative Sustainable Core Fixed Income account as of 06/30/2024. Benchmark shown is the Bloomberg Aggregate Bond Index. Portfolio level information includes cash and equivalents. Fixed income quality distribution and duration distribution may not total 100% due to rounding.

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All investments involve risk. The value of the investment and the income from it will vary. There is no guarantee that the initial investment will be returned.

Sustainable investment considerations are one of multiple informational inputs into the investment process, alongside data on traditional financial factors, and so are not the sole driver of decision-making. Sustainable investment analysis may not be performed for every holding in the strategy. Sustainable investment considerations that are material will vary by investment style, sector/industry, market trends and client objectives. The strategy seeks to identify companies that it believes may be desirable based on our analysis of sustainable investment related risks and opportunities, but investors may differ in their views. As a result, the strategy may invest in companies that do not reflect the beliefs and values of any particular investor. The strategy may also invest in companies that would otherwise be excluded from other funds that focus on sustainable investment risks. Security selection will be impacted by the combined focus on sustainable investment research assessments and fundamental research assessments including the return forecasts. The strategy incorporates data from third parties in its research process but does not make investment decisions based on third-party data alone.

Bloomberg Municipal Bond 1-10 Year Blend Index is a broad selection of investment-grade general obligation bonds, revenue bonds, insured bonds (including all insured bonds with an Aaa/AAA rating), and pre-refunded bonds with maturities of at least 1 year and less than 12 years. It is an unmanaged index representative of the tax-exempt bond market.

One can not directly invest into an index.

Bloomberg U.S. Aggregate Bond Index is an unmanaged, market-value weighted index comprised of taxable U.S. investment grade, fixed rate bond market securities, including government, government agency, corporate, asset-backed, and mortgage-backed securities between one and ten years.

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Terms and Definitions for Representative Account Calculations

All financial statistics and ratios are calculated using information from FactSet® as of the report date unless otherwise noted.

Alpha is a measure of performance on a risk-adjusted basis. Alpha takes the volatility (price risk) of a portfolio and compares its risk-adjusted performance to a benchmark index.

Effective Duration is a time measure of a bond's interest-rate sensitivity, based on the weighted average of the time periods over which a bond's cash flows accrue to the bondholder.

Yield to Worst is calculated by making worst-case scenario assumptions on the issue by calculating the returns that would be received if provisions, including prepayment, call or sinking fund, are used by the issuer.

Average Life is the period of time for all principal dollars to be returned to investors.