

Company / Strategy Information

Strategy Process and Description

- Founded in 1983
- Investment Philosophy: Bottom-Up
- Total Firm Assets: **\$7.8 Billion**
  - Assets Under Management: \$2.6 Billion
  - Assets Under Advisement: \$5.2 Billion<sup>1</sup>

### Strategy Facts

- Portfolio Manager: William P. Rice and Jennifer K. DeSisto, CFA®, CAIA®
- Primary Benchmark: Russell 1000 Value
- Total Strategy Assets: **\$125.3 Million**
  - Assets Under Management: \$121.2 Million
  - Assets Under Advisement: \$4.1 Million

<sup>1</sup>Assets Under Advisement represent non-discretionary/UMA assets

Anchor's Dividend Value Strategy is an active value oriented equity portfolio that invests primarily in domestic mid and large capitalization companies consistently paying and growing dividends. We conduct fundamental bottom up research in an effort to uncover high quality companies that grow their dividends, and hold them for long periods of time. In our investments we aim to create a margin of safety by buying companies at a discount to our estimate of their intrinsic value. We concentrate our research efforts on a small group of companies that pay and grow dividends.

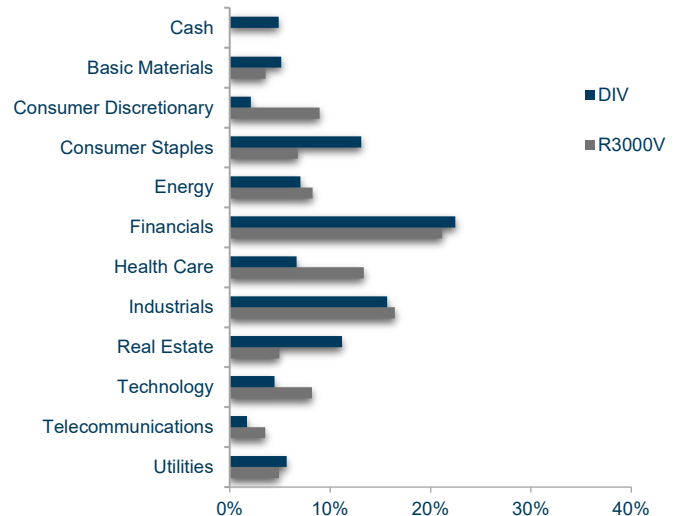
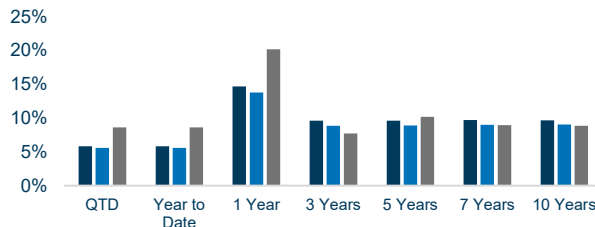
Statistics - 5 Years	DIV	R3000V
Alpha	0.6%	0.0%
Beta	0.9x	1.0x
Standard Deviation	17.1%	19.1%
Information Ratio	-0.1x	0.0x
Sharpe Ratio	0.4x	0.4x
R-Squared	1.0	1.0

Portfolio Characteristic	DIV	R3000V
Wtd. Avg. Market Cap (\$B)	\$161.7	\$149.8
Median Market Cap (\$B)	\$40.2	\$2.2
Wtd. Avg. P/E (LTM)	20.1 x	18.6 x
Median ROE	21.4 %	7.7 %
Dividend Yield	2.8%	2.1%
Active Share	88.7 %	0.0 %
Percent Cash	4.9%	-
Turnover (Trailing 12 Months)	18.9%	-
Number of Holdings	48	2,264

Models are hypothetical. Portfolio statistics, characteristics, and holdings are reflective of the Anchor strategy model. Please see the disclosures at the end of this document. \*As of 9/1/18 the Median P/E (LTM) was changed to Weighted Average P/E (LTM) to more accurately represent industry standards.

Annualized Returns<sup>2</sup> as of most recent quarter

Sector Allocation



<sup>2</sup>Gross of fee returns are presented pure gross and are calculated before management fees, custodial fees and transaction costs. Past performance is not a guarantee of future results. Inherent in any investment is the possibility of loss.

Calendar Year Returns<sup>2</sup>

Top 10 Holdings<sup>3</sup>

Period	Gross	Net	R3000V
2023	11.21 %	10.38 %	11.66 %
2022	-2.59 %	-3.23 %	-7.98 %
2021	26.20 %	25.41 %	25.37 %
2020	-2.83 %	-3.41 %	2.87 %
2019	25.84 %	25.08 %	26.26 %
2018	-2.24 %	-2.82 %	-8.58 %
2017	16.82 %	16.13 %	13.19 %
2016	14.39 %	13.95 %	18.40 %
2015	-1.74 %	-2.08 %	-4.13 %
2014	12.08 %	11.91 %	12.70 %

Top 10 Holdings <sup>3</sup>	Percentage
1. JP Morgan Chase & Co	3.1 %
2. Marathon Petroleum	3.1 %
3. AbbVie Inc	2.7 %
4. First American Financial Corp (New)	2.7 %
5. Lamar Advertising	2.4 %
6. Chubb Limited	2.4 %
7. Analog Devices Inc	2.3 %
8. Progressive Corp Ohio	2.3 %
9. RPM International Inc Delaware	2.3 %
10. PNC Financial Services Group	2.2 %

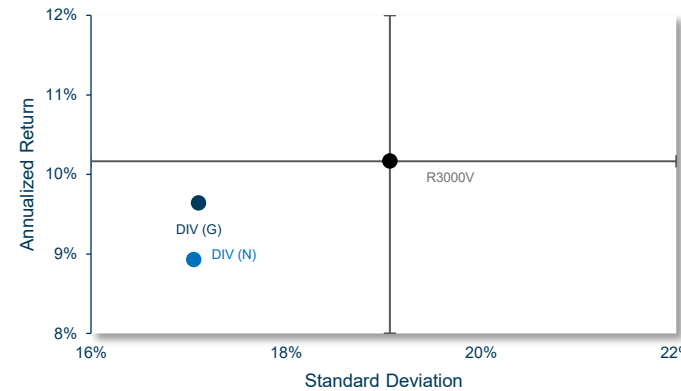
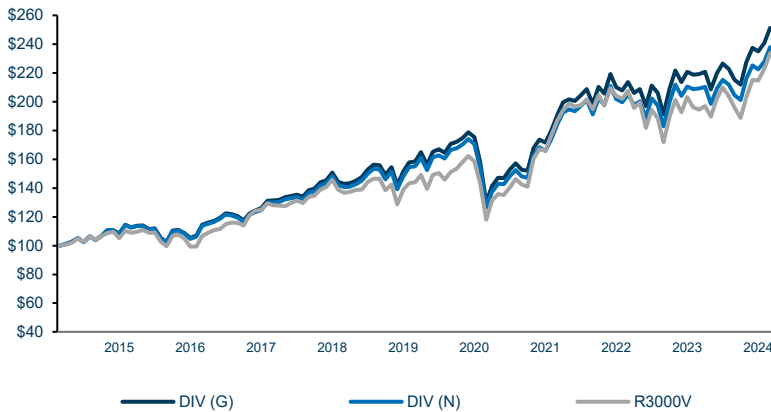
<sup>2</sup>Gross of fee returns are presented pure gross and are calculated before management fees, custodial fees and transaction costs. Past performance is not a guarantee of future results. Inherent in any investment is the possibility of loss.

<sup>3</sup>Percentages stated are based on the total model. Portfolio statistics, characteristics, and holdings are reflective of the Anchor strategy model

Please see the disclosures at the end of this document. Past performance is not indicative of future results. Inherent in any investment is the possibility of loss.

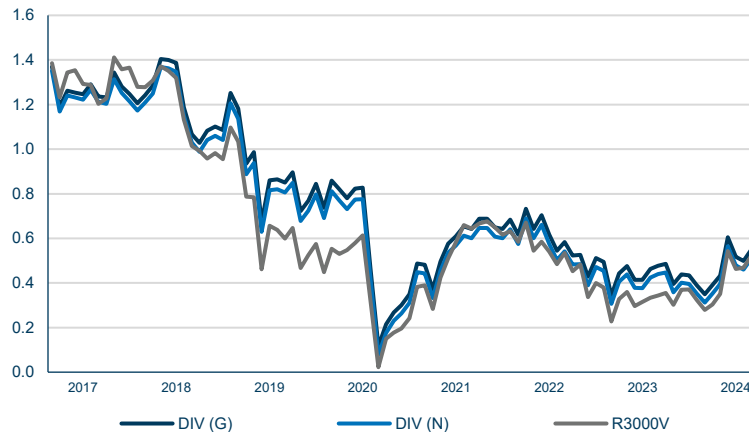
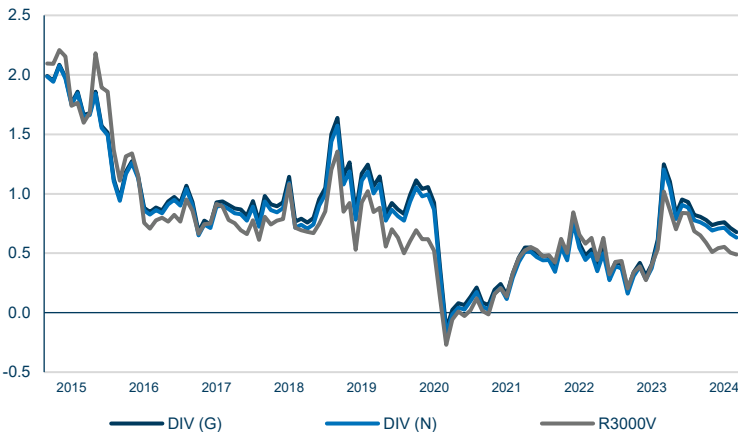
Growth of \$100 (10 years)

Risk vs. Return (5 Years)



Sharpe Ratio (36-Month Moving Windows)

Sharpe Ratio (60-Month Moving Windows)



### Disclosures

Investment performance statistics: Anchor Capital Dividend Income Value Composite, for the period from September 30, 2013 through March 31, 2024

**FIRM DEFINITION:** Anchor Capital Advisors LLC is a Registered Investment Advisor (registration with the SEC does not imply any level of skill or training) and operates through three divisions: Anchor Managed Accounts division, Anchor Institutional division and the Anchor Private Client division. The Anchor Capital Managed Account division also serves as an investment sub-advisor to Unified Managed Account (UMA) Programs sponsored by brokerage firms, banks and other organizations. Through the UMA program, Anchor Capital provides a model portfolio for each discipline which has been chosen by the UMA sponsor. For GIPS® purposes, the firm is defined as the Institutional and Private Client Investment Management divisions of Anchor Capital. On June 1, 2006 Boston Private Financial Holdings, a holding company, purchased an 80% equity interest in Anchor Capital Advisors LLC. The company's employees continue to retain a 20% interest. On March 30, 2018 Anchor Capital Advisors purchased majority ownership from Boston Private Financial Holdings. Anchor now owns 70% interest and Lincoln Peak Capital owns 30% interest in the firm.

**DESCRIPTION OF ACCOUNT INVESTMENT OBJECTIVE:** Model information presented is hypothetical. The performance results displayed herein represent the performance of the Dividend Income Value Composite. The Dividend Income Value Composite was created and inception on October 1, 2011. For all years the composite includes discretionary accounts with assets exceeding \$250,000, and those accounts were invested primarily in dividend paying stocks. The investment objective of the composite is for the dividend yield to be higher than that of the benchmark index through investing in stocks paying dividends that are expected to be stable and/or increasing over time. In August 2012, the Dividend Cap Composite name was changed to Select Dividend Composite. In April 2019, the Select Dividend Value composite was changed to Dividend Income Value composite, as it better reflects the investment objectives of the strategy. Effective 07/01/2023, the Dividend Income Value Composite does not limit the percent of fixed income holdings within each account. Prior to this date, the Composite's strategy restricted fixed income holdings to a maximum of 5% of the account holdings.

**CALCULATION OF RATES OF RETURN:** All securities are valued at last sale price as provided by pricing services. The portfolio valuation is based on a trade date basis net of commissions. Investment returns include the reinvestment of dividends and other earnings. The accrual of interest income is added to the beginning and ending market value. The currency used to express performance is the U.S. dollar. The time-weighted returns are calculated on an average-weighted basis for each monthly period in the preceding quarter. Anchor revalues portfolio market values on the date of a large capital flow, defined as at least 10% of the portfolio value. Quarterly composite results are linked to determine annual returns. The Russell Indices excludes fees and commissions. Returns of individual clients' accounts may differ from composite returns because of different investment objectives, different tax status and other considerations. Returns of individual clients' accounts will be reduced by investment advisor's fees, custodial service fees (if any) and other expenses which might be incurred to provide investment management, custody, administrative, actuarial, accounting or other services to the client. Investment advisory fees charged by Anchor Capital Advisors are described in Part 2A of Form ADV, and a document with all information contained in that filing is provided to all of Anchor Capital Advisors' clients. Prior to 1/1/2013 gross returns are calculated before management fees and custodial fees, but after transaction costs. Effective 1/1/2013 the gross returns are presented as pure gross and are calculated before management fees, custodial fees and transactions costs. Net returns are calculated before custodial fees, but after management fees and transaction costs. Net returns are calculated using actual fees. Effective 12/31/2022 net return calculations include the application of Anchor's standard model fee to any non-fee-paying accounts included in the composite. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

**DISPERSION METHOD:** Internal dispersion is calculated using the asset-weighted standard deviation of all portfolios included in the composite for the entire year.

**GLOBAL INVESTMENT PERFORMANCE STANDARDS COMPLIANCE (GIPS®):** In compliance with GIPS®, Anchor Capital Advisors LLC Institutional and Private Client Investment Management divisions prepare statistics for the Dividend Income Value Composite (on a quarterly basis) which includes total dollars represented in the accounts included in that composite at the end of the quarter, the number of accounts represented in the composite which share comparable investment guidelines and risks, the number of client accounts in that composite, the average account size and median account size. All this data is available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. The table below contains extracts of this data as of the most recent reporting period. The inclusion policy for new accounts is to add each account to the composite as of the last day of the month of the first full calendar quarter in which the account was fully invested. If an account has an objective change, it will be removed from the existing composite as of the first of the month in which the objective change occurred, and will be added to a new composite as of the last day of the month of the first full calendar quarter in which the account was fully invested and managed to the new objective. Closed accounts are removed from composites as of the first of the month in which the account closed. Portfolios below \$250,000 and portfolios with restrictions are excluded from the Dividend Income Value Composite. If a portfolio falls below \$200,000 due to client withdrawals or market fluctuations in any given month, it will be excluded from the composite as of the beginning of that month.

GIPS® COMPLIANCE & VERIFICATION STATEMENT: Anchor Capital Advisors LLC Institutional and Private Client Investment Management divisions ("The GIPS® Firm") claim compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. The GIPS® Firm has been independently verified for the periods 1994 through 2022 as follows: 1994-2000: Brown & Brown PC; 2001-2003: Miller Wachman LLP; 2004-2022: ACA Performance Service). 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. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

BENCHMARK DESCRIPTION: Information about indices is provided to allow for comparison of the performance of the Adviser to that of certain well-known and widely recognized indices. There is no representation that such index is an appropriate benchmark for such comparison. You cannot invest directly in an index, which also does not take into account trading commissions and costs. The volatility of indices may be materially different from the performance of the Adviser. In addition, the Adviser's recommendations may differ significantly from the securities that comprise the indices. The primary benchmark is the Russell 1000 Value. The Russell 1000 Value Index measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000 Index companies with lower price-to-book ratios and lower expected growth values. The Russell 1000 Value Index is constructed to provide a comprehensive and unbiased barometer for the large-cap value segment. The Index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect value characteristics.

Effective December 31, 2015 the Russell 1000 Value index is replacing the previous benchmarks, the S&P 500 and the 50/25/25 (50%S&P500/25%Utilities/25%REIT) blend. This change is to more closely reflect the holdings in the portfolio and to match what the benchmark Anchor uses for our all cap and balanced strategies.

	*Composite standard deviation: gross of fees / asset weighted	3 year annualized ex-post standard deviation: gross of fees		10 year composite historical values (\$M)				**Total assets under management (\$B)
		Anchor Dividend Income Value / Composite	Russell 1000 Value / Primary Benchmark	Composite asset value	Number of portfolios	% bundled fee assets <sup>4</sup>	% non - fee paying	
2023	1.3	14.9	16.7	\$116.4	80	0.6%	19.5%	\$1.5
2022	1.6	19.8	12.3	\$101.9	80	0.6%	29.6%	\$1.5
2021	1.5	17.8	19.1	\$115.2	72	1.6%	26.9%	\$2.1
2020	1.2	17.8	19.6	\$76.7	64	2.4%	33.9%	\$1.8
2019	1.0	10.3	11.9	\$77.1	58	1.6%	35.8%	\$1.8
2018	0.7	9.6	10.8	\$56.6	50	1.8%	35.2%	\$1.6
2017	0.8	9.6	10.2	\$48.8	34	1.7%	32.9%	\$1.8
2016	1.4	10.4	10.8	\$16.0	11	0.0%	72.9%	\$1.8
2015	0.9	0.9	10.7	\$9.4	6	0.0%	61.0%	\$1.8
2014	0.5	8.3	9.2	\$9.5	6	0.0%	70.2%	\$2.5
MRQ Composite Characteristics (\$M)	-	-	-	\$112.1	76	0.7%	20.9%	\$1.4
MRQ Average Account Size (\$M):	\$1.5							
MRQ Median Account Size (\$M):	\$1.0							

\*Marketing materials created for years 2009-2021 display standard deviation calculated net of fees.

\*\*Institutional & Private Client Investment Management divisions

Data presented herein was populated through Assette using FactSet financial data and analytics and Advent Portfolio Exchange. Portfolio statistics, characteristics, and holdings are reflective of the Anchor strategy model.

<sup>1</sup>Assets Under Advisement represent non-discretionary/UMA assets.

<sup>2</sup>Effective 1/1/2013 the gross of fee returns are presented pure gross and are calculated before management fees, custodial fees and transaction costs. Pure gross returns are presented as supplemental information to the GIPS Report. Past performance is not guarantee of future results. Inherent in any investment is the possibility of loss.

<sup>3</sup>This is provided to supplement the investment return information. The listing of particular securities should not be considered a recommendation to purchase or sell those securities. While these securities may have been among Anchor Capital's Dividend Income Value holdings at the time this material was assembled, recommendations will change over time.

There can be no assurance that the securities remain in the portfolio or that other securities have not been purchased. It should not be assumed that recommendations made in the future will be profitable or will equal the performance of the securities presently in the portfolio. Individual clients' portfolios may vary.

<sup>4</sup>Anchor Capital Advisors' standard fee schedule for the Dividend Income Value Strategy within the Institutional Investment Management division is .60 bps on the first \$25,000,000 in assets; .50 bps on additional assets. Bundled brokerage fees, where applicable, include transaction fees, custodial and various consulting services.

\*As of 9/1/18 the Median P/E (LTM) was changed to Weighted Average P/E (LTM) to more accurately represent industry standards.

\*As of 4/1/19, Select Dividend Value has been renamed to Dividend Income Value as it better reflects the investment objectives of the strategy.

For a complete listing of all strategies contact Anchor Capital Advisors LLC (617) 338-3800.