

# Mid Value Managed Account

## BENCHMARK:

Russell Midcap® Value Index

## TOP TEN POSITIONS (%)

AerCap Holdings NV .....	3.37
American Electric Power Company, Inc. ....	3.05
Arch Capital Group Ltd. ....	2.98
Keurig Dr Pepper Inc. ....	2.96
Brown & Brown, Inc. ....	2.93
L3Harris Technologies Inc. ....	2.89
Republic Services, Inc. ....	2.74
Graphic Packaging Holding Company .....	2.48
CBRE Group, Inc. Class A .....	2.48
Labcorp Holdings Inc. ....	2.33

Largest company weights are based on market value of the representative account and not necessarily held in all client portfolios. The information shown is not intended to be, nor should it be construed to be, a recommendation to buy or sell an individual security. A list of all holdings from the prior one-year period is available upon request.

## PORTFOLIO MANAGEMENT

Name	Industry	Start Date
James Tringas, CFA <i>Senior Portfolio Manager</i>		1994
Bryant VanCronkhite, CFA, CPA <i>Senior Portfolio Manager</i>		2003

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All investing involves risks, including the possible loss of principal. Stock values fluctuate in response to the activities of individual companies and general market and economic conditions. Foreign investments may be subject to lower liquidity; greater price volatility; and risks related to adverse political, regulatory, market, or economic developments and may be affected by changes in foreign currency exchange rates. Style factor exposure, including but not limited to beta, growth, value, liquidity, etc., can perform differently and shift in and out of favor through a market cycle. Companies with smaller market capitalizations tend to be more volatile and less liquid than those of larger companies.

## Investment objective

Aims to deliver long-term capital appreciation by investing primarily in mid-capitalization companies by using a disciplined, consistent valuation process that evaluates each stock's upside reward relative to its downside risk.

## Investment process

- Combine rigorous fundamental research with a CPA-based approach to analyzing financial statements
- Calculate valuation target using a financial buyer model and identify the most favorable opportunities based on a reward/risk framework
- Seek to own companies that possess the following three criteria: a durable asset base, flexible balance sheet, and strong and sustainable free cash flow
- Use risk-based portfolio construction that seeks to limit overall risk and targets stock selection-based outcomes

## Supplemental information

### Annualized returns (%)

	3 months <sup>1</sup>	YTD <sup>1</sup>	1 year	3 years	5 years	10 years	Since inception
Composite — Pure Gross <sup>2</sup> (incept 1-1-12)	-1.75	-1.75	1.55	5.96	17.48	8.87	12.23
Composite — Net <sup>3</sup>	-2.50	-2.50	-1.50	2.80	14.02	5.65	8.93
Russell Midcap® Value Index	-2.11	-2.11	2.27	3.78	16.70	7.62	10.76

The Russell Midcap® Value Index measures the performance of those Russell Midcap companies with lower price/book ratios and lower forecasted growth values. The stocks are also members of the Russell 1000® Value Index. You cannot invest directly in an index.

### Portfolio characteristics

Statistic	Portfolio	Benchmark
Dividend Yield	2.01%	2.03%
Price/Book	2.09x	2.38x
P/E (trailing 1-year)	18.49x	19.55x
Return on Equity (1-year)	13.08%	14.22%
EPS 3-5 Year est	8.37%	9.08%
Historical 5 Yr EPS Growth	7.40%	8.77%
Wtd. Avg. market cap (\$B)	27.06	25.59

### Sector weightings<sup>4</sup> (% equities)

Sector	Portfolio	Benchmark
Communication services	0.00	3.48
Consumer discretionary	4.15	8.71
Consumer staples	6.72	6.01
Energy	5.49	6.25
Financials	19.02	18.30
Health care	9.24	7.93
Industrials	22.15	16.24
Information technology	4.54	8.47
Materials	7.70	6.69
Real estate	8.70	10.20
Utilities	7.22	7.72
Cash & equivalents	5.05	—
Other	0.00	—

**Performance is historical and does not guarantee future results.** For more information, please refer to the attached GIPS composite report. Sector weightings, portfolio characteristics, holdings, and return and risk characteristics are based on a representative account within the Allspring Global Investments composite. Allspring Global Investments provides the sub-advisory services for the Allspring Funds Management retail managed account product.

1. Returns of less than one year are not annualized. 2. The gross performance data is a pure gross-of-fees return and does not reflect the deduction of any management fees or transaction costs. 3. The net return is calculated based on the gross returns reduced by a typical 3% maximum annual wrap fee that could be charged to an account. 4. Sector weightings may not add up to 100% due to rounding.



## GIPS® Composite Report

Period	"Pure" Gross Annual Return (%)	Net Annual Return (%)	Primary Index Return (%)	Composite 3-Yr Std. Dev. (%)	Primary Index 3-Yr Std. Dev. (%)	Internal Dispersion (%)	Number of Accounts	Composite Assets (\$-mm)	Total Firm Assets (\$-mm)
2024	12.75	9.37	13.07	17.05	19.77	0.15	41	39.14	458,112
2023	10.21	6.94	12.71	17.07	19.31	0.33	25	22.97	432,838
2022	-4.88	-7.71	-12.03	23.38	24.44	0.39	14	24.75	374,321
2021	28.80	25.06	28.34	21.52	21.95	0.70	15	26.62	483,747
2020	2.09	-0.94	4.96	22.03	22.62	0.24	23	17.86	508,914
2019	34.62	30.73	27.06	12.21	12.79	N/A	17	10.31	419,579
2018	-12.39	-15.01	-12.29	11.15	11.96	0.41	8	7,993.13	371,582
2017	12.13	8.84	13.34	9.66	10.32	0.18	9	9,562.27	N/A
2016	22.69	19.11	20.00	10.92	11.30	N/A	8	6,244.18	N/A
2015	-1.88	-4.79	-4.78	11.07	10.71	N/A	2	2,422.15	N/A

**Primary Index:** Russell Midcap® Value

Through January 31, 2019, institutional accounts represent 100% of the Composite assets. From February 1, 2019, wrap accounts represent 100% of the Composite assets.

"Pure" gross returns are supplemental to the net returns. 2019-2023 "Pure" gross annual returns do not reflect the deduction of any expenses, including trading costs. 2015-2018 gross annual returns are actual institutional gross returns and do reflect the deduction of trading costs.

Source: Allspring Global Investments

Allspring Global Investments (Allspring) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Allspring has been independently verified for the periods January 1, 1997 - December 31, 2023. 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.

For the purpose of complying with GIPS, the GIPS firm is defined as Allspring. Since the GIPS firm's creation in 1996, the firm has acquired a number of investment teams and/or assets through mergers or acquisitions which include assets and/or investment teams from Wells Capital Management, EverKey Global Partners, Wells Fargo Asset Management (International) Limited, Analytic Investors, LLC, Golden Capital Management, LLC, Wells Fargo Asset Management Luxembourg S.A. and Wells Fargo Funds Management, LLC (WFFM).

The Mid Value Managed Account Composite (Composite) contains all discretionary client portfolios seeking capital growth by investing, under normal conditions, at least 80% of its net assets in stocks of medium-capitalization companies that the manager believes present attractive opportunities but have not been widely recognized by investment analysts or the financial press. This strategy defines "medium-capitalization companies" as companies whose market capitalization is substantially similar to that of companies in the Russell MidCap Index at the time of investment. The manager tries to take advantage of the market's attention on short-term prospects by focusing on indicators of a company's long-term success, such as balance sheets and underlying assets. Accounts may also invest up to 25% of its net assets in foreign securities and may utilize an active trading approach. The manager may sell a stock when changes in price or growth potential no longer make it an attractive investment. Accounts may use derivatives to attempt to manage market or business risk or to seek to enhance the accounts return. Investment results are measured versus the Russell Midcap® Value Index. The portfolios in this discipline have been sub-advised by Allspring Global Investments, LLC since inception. The Composite inception date is January 1, 2012; the Composite creation date is February 1, 2019. Through January 31, 2019, institutional accounts represent 100% of the Composite assets. From February 1, 2019, wrap accounts represent 100% of the Composite assets. From September 1, 2022, to October 31, 2024, a non-fee-paying wrap account represented less than 1% of Composite assets.

Composite returns are expressed in US dollars and reflect the reinvestment of dividends and other earnings. A wrap-fee account is an account under which a client is charged a specified fee or fees not based directly on transactions in the client's account for investment advisory services and execution of client transactions. A typical wrap-fee account client pays an all-inclusive "wrap fee" for the advisory, brokerage, custody and other services associated with the account. Net returns are net of the maximum wrap account fee, which includes commissions and transaction costs and are calculated by deducting 1/12th of the annual wrap fee from the Composite's monthly pure gross return. Actual fees may vary depending on the applicable fee schedule. The maximum fee used for the portfolios in the strategy is 3.00%. Some accounts in the Composite may pay commissions in addition to the wrap fee. Additional information regarding Allspring's policies for valuing investments, calculating performance, and preparing GIPS Composite Reports is available upon request. A list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request.

Internal dispersion is the equal weighted standard deviation of the annual pure gross returns of all accounts included in the Composite for the entire year. For years where there are 5 or fewer accounts in the Composite for the entire year, dispersion is not presented as it is not a meaningful statistical calculation. The 3-year annualized standard deviation measures the variability of the pure gross Composite returns and the index returns over the preceding 36-month time period.

Actual performance results may differ from Composite returns, depending on the size of the account, investment guidelines and/or restrictions, inception date and other factors. Performance for some accounts in this Composite may be calculated by third parties that use different security pricing and performance methodologies. **Past performance is not indicative of future results.** As with any investment vehicle, there is always the potential for gains as well as the possibility of losses. 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.

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