

PHILOSOPHY AND APPROACH

Over time, fixed income portfolios typically derive a vast majority of their returns from income, and we believe fixed income portfolios focused on credit will ultimately outperform over market cycles. The FLP High Income Bond Strategy invests primarily in individual corporate bonds. It completes that allocation with tactical ETFs, mutual funds, and interval funds from complementary fixed income sectors. Individual corporate bonds are selected on the basis of an issuer’s cash flow and balance sheet strength. Allocating to ETFs and mutual funds is an additional way to seek returns and increase diversification. The strategy maintains an intermediate duration profile and an average rating quality that is investment grade.

Objectives:

- Protect capital
- Yield high income
- Generate excess return
- Maintain diversification

Client Suitability:

- Above average willingness to tolerate risk

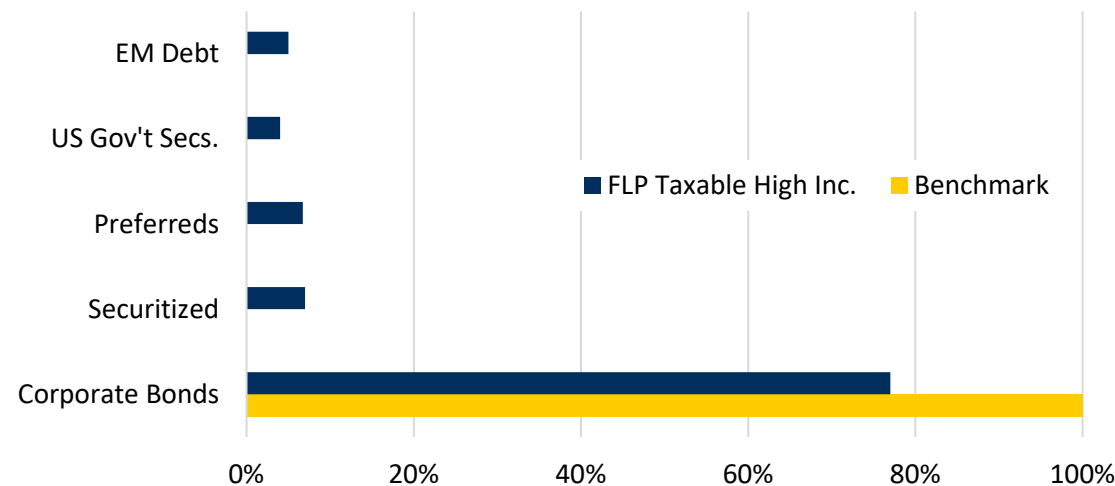
Minimum Investment:

\$500,000

Clients	Foundations - Endowments - Non-Profits - Individual Investors					
Duration	Short 1-3 year		Intermediate 3-6 year		Long 6+ year	
Credit Quality	B	BB	BBB	A	AA	AAA
Style	Taxable	Tax-Exempt	Core	Income	Strategic	SRI

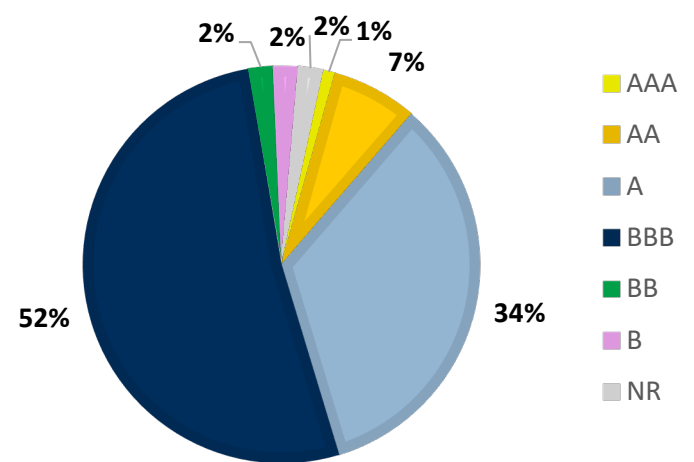
PORTFOLIO CHARACTERISTICS	Strategy	Benchmark
Duration (yrs)	3.57	4.09
Estimated Yield	4.95%	4.71%
Avg. Credit Rating	BBB+	BBB+
Avg. Coupon	4.92%	4.45%
Estimated Ann. Income on \$1MM	\$49,200	

SECTOR DISTRIBUTION



Benchmark : Bloomberg US Intermediate Corporate Bond Index

QUALITY DISTRIBUTION



DISCLOSURES

Benchmark: The Bloomberg US Intermediate Corporate Bond Index measures the investment grade, fixed-rate, taxable corporate bond market whose maturity ranges between 1 to 9.9999 years. It includes USD denominated securities publicly issued by US and non-US industrial, utility and financial issuers.

Fees: The annual Investment Management Fee schedule for clients is as follows: 1.10% on the first \$2 million, plus 0.925% on the next \$3 million, plus 0.80% on the next \$5 million, plus 0.60% on the balance. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Information regarding F.L.Putnam's fees is included in its *Form ADV Part 2A*.

Model vs. Composite: The characteristics included reflect the characteristics of the FLP High Income Bond model and not the characteristics of any specific client account(s). As these characteristics are based on a model, they may not match the characteristics of individual accounts. The portfolios contained in a client account are generally managed with the goal of replicating the performance and portfolio characteristics of the model that corresponds to the account(s). As changes are made to the model, accounts are repositioned to align with the composite. All accounts may not match the model's characteristics or aggregate holdings exactly as certain accounts may have investment restrictions or other strategy considerations that limit, to some extent, our ability to align them exactly with the model.

Past performance does not guarantee future results. Registration with the SEC should not be construed as an endorsement or an indicator of investment skill, acumen or experience. Any dated information is published as of its date only. Dated and forward-looking statements speak only as of the date on which they are made. We undertake no obligation to update publicly or revise any dated or forward-looking statements. Investment process, strategies, philosophies, portfolio composition and allocations, security selection criteria and other parameters are current as of the date indicated and are subject to change without prior notice. Advisor's clients may or may not hold the securities discussed in their portfolios. Advisor makes no representations that any of the securities discussed have been or will be profitable. Benchmark indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Advisor has selected the stated index to allow the comparison of its composite performance to that of a well-known benchmark. The indices are shown for comparative purposes and to establish current market conditions. Clients cannot invest directly into an index. Clients should be aware that the referenced indices funds may have a different security composition, volatility, risk, investment objective and philosophy, diversification, and/or other investment-related factors. Additionally, the reference index may not include fees, transaction costs or reinvestment of income. Therefore, the advisor's composite and investor's individual results may vary significantly from the index's performance. Benchmarks used by advisor are current as of the date indicated and may change without notice. Advisor's clients may or may not hold the securities discussed in their portfolios.

Terms:

Duration measures how long it takes on average, in years, for an investor to be repaid a bond's price through its total cash flows. It is also used as a tool to determine the change in a bond's value in relation to interest rate movements.

Estimated Yield is an estimate that compares the anticipated earnings on investments in the coming year to the current price of the investments. It is based on past interest and dividend payments made by the securities held in an account.

Credit Rating is an assessment of an individual, company, or government's ability to repay debts. It's a measure of creditworthiness, and it's used by lenders to determine the risk associated with lending money. Credit ratings are typically expressed as letter grades (e.g., AAA, BBB, etc.) and are issued by credit rating agencies.

Average Coupon refers to the weighted average coupon rate of a portfolio of bonds. It indicates the average interest rate of the underlying assets, weighted by their respective sizes in the portfolio.

