

MARKET COMMENTARY

Market Overview

The fixed income markets—Treasury, credit, and municipal—had to contend with worsening inflationary news each month of the fourth quarter and concerns about how the Federal Reserve (Fed) would respond in a policy fashion. By the end of the year, the Fed acknowledged a set of changes that would begin the process, first of slowing support for the markets in the form of a slower pace of asset purchases, and second by raising the policy rate. As the markets had anticipated this policy change, fixed income risk assets outperformed Treasuries in the fourth quarter.

For the full year, the Bloomberg Municipal Bond Index, which had started the year by declining approximately 1% in the first quarter, recovered gradually throughout the rest of 2021 before ending the year with a 1.52% gain. This gain ran counter to the broad taxable market (defined by the Bloomberg U.S. Aggregate Bond Index) which posted a negative total return. While it may seem like something to be celebrated, when bonds have positive price performance, we are essentially just pulling returns forward and adding risk. We continue to see depressed municipal/Treasury ratios, which have persisted throughout the year. Fund flows into municipal bond funds have been extremely strong while tax-exempt supply continues to be cannibalized by the refunding of taxable bonds. We believe the most likely scenario that could break this current trend would be a rate shock that disrupts the market.

Strategy Performance

The Segall Bryant & Hamill Enhanced Intermediate Municipal strategy returned 1.01%* for the quarter versus a return of 0.38% for the Bloomberg U.S. Municipal Bond 1-15 Year Index. For the year, the strategy returned 2.43%* vs. 0.86% for the index. The strategy's outperformance was largely driven by two factors. The first was our income advantage over the benchmark and our peers. This advantage is being driven, in part, by our ability to find value in smaller special districts and certain structures which we believe the market is still mispricing. This value is amplified by how little value can be found in larger credit names with betas similar to the overall municipal market. The second factor was the fact that we moved quickly to buy attractive credits on weakness during the brief sell-off that took place during mid-October.

Outlook and Positioning

Shifting our view forward to 2022, the Fed, and its efforts to combat rising inflation, has both our and the market's full attention. The Fed has suggested that with the labor market close to reaching full employment, it could start raising short-term interest rates once the taper of asset purchases is complete, likely sometime in the first half of the year. It will thereafter begin to shrink its balance sheet. Municipal revenue and balance sheets are, broadly speaking, in the best shape we have seen in decades. This strength is largely already reflected in spreads, which have stayed close to all-time highs for much of the past year. In this environment, we remain constructive on high quality credits, which we believe should perform well in either a status quo scenario or in a credit sell-off. We continue to look for opportunities to take advantage of extra spread in small, less liquid issues. In addition, we continue to find the most value in optionality pricing and structures which have, we believe, incorrectly sold off on rate uncertainty. Hovering over all this, of course, is the economic impact of COVID. If the Omicron variant's rapid spread produces a large increase in immunity without a commensurate increase in deaths, we could see less economic disruption, and we could thus envision a more normal future environment, akin to the impact of the yearly flu. Last but surely not least, we appreciate the trust placed in us and intend to apply our usual rigor in evaluating all securities that comprise client portfolios.

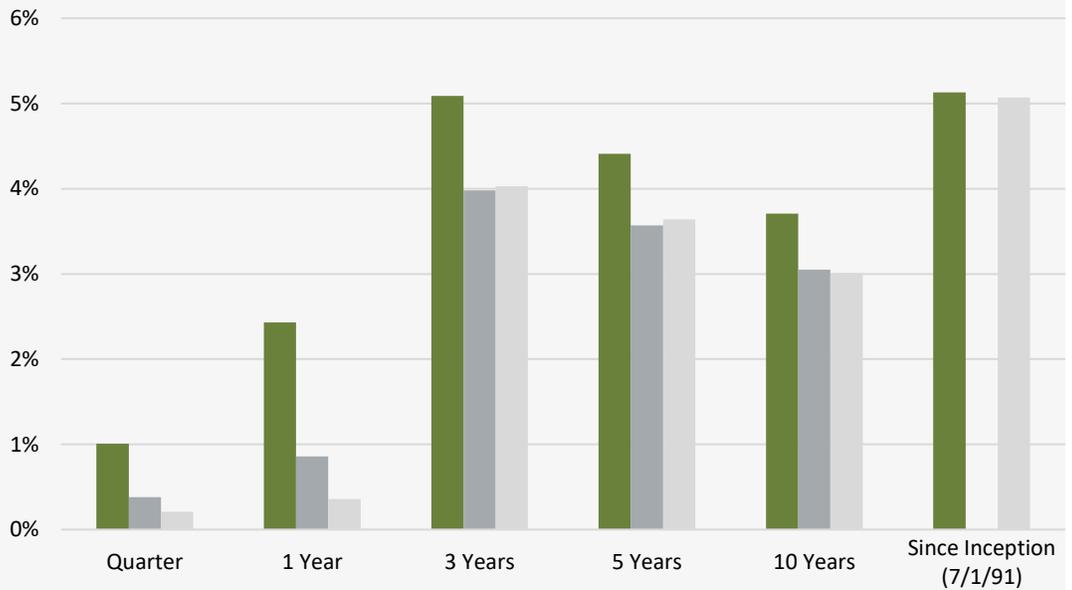
Thank you for your interest and support.

The Fixed Income Team

*Preliminary composite performance.

Market Commentaries contain certain forward-looking statements about factors that may affect future performance. These statements are based on portfolio management's predictions and expectations concerning certain future events and their expected impact on the strategy, such as performance of the economy as a whole and of specific industry sectors, changes in the levels of interest rates, the impact of developing world events, and other factors that may influence the future performance of the strategy. Portfolio management believes these forward-looking statements to be reasonable, although these events are inherently uncertain and difficult to predict. Actual events may cause adjustments in portfolio management strategies from those currently expected to be employed. This investment may not be suitable for all investors.

GROSS RETURNS*¹ (as of 12/31/21)



	Quarter	1 Year	3 Years	5 Years	10 Years	Since Inception (7/1/91)
■ SBH Gross	1.01%	2.43%	5.09%	4.41%	3.71%	5.13%
■ Bloomberg U.S. 1-15 Year Muni Bond Index	0.38%	0.86%	3.98%	3.57%	3.05%	*
■ Bloomberg U.S. 7 Year Muni. Bond Index	0.21%	0.36%	4.03%	3.64%	3.01%	5.07%

*Preliminary composite performance. Periods greater than one year are annualized. Historical performance cannot guarantee future results. Effective third quarter 2019, the primary benchmark for the Segall Bryant & Hamill Intermediate Municipal Strategy has changed to the Bloomberg U.S. 1-15 Year Muni Bond Index. The Strategy has elected to use the Bloomberg U.S. 1-15 Year Muni Bond Index because management believes it is a more appropriate broad-based index for comparison purposes.

See specific performance disclosure pages at the end of the presentation.

Source: Bloomberg. "Bloomberg", Bloomberg U.S. 1-15 Year Municipal Bond Index and Bloomberg 7 Year Municipal Bond Index are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by SBH. Bloomberg is not affiliated with SBH, and Bloomberg does not approve, endorse, review, or recommend SBH Intermediate Municipal Fixed Income strategy. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to SBH Intermediate Municipal Fixed Income.

¹ SBH Composite

ENHANCED INTERMEDIATE MUNICIPAL FIXED INCOME COMPOSITE PERFORMANCE*

Enhanced Intermediate Municipal Fixed Income

Quarterly & Annual Returns

Period Ending: 12/31/2021

Annualized Cumulative Returns

	SBH	SBH	Bloomberg US 1-15 Year
Annualized	Gross (%)	Net (%)	Muni Bond Index (%)
1 Year	2.43	2.07	0.86
3 Years	5.09	4.70	3.98
5 Years	4.41	3.97	3.57
10 Years	3.71	3.23	3.05

3 Year Ex-Post Standard Deviation

	SBH (%)	Bloomberg US 1-15 Year Muni Bond Index (%)
2011	4.03	3.64
2012	3.17	2.92
2013	3.39	3.05
2014	3.12	2.77
2015	2.89	2.57
2016	2.83	2.83
2017	2.76	2.87
2018	2.70	2.90
2019	1.92	2.11
2020	3.43	3.24
2021	3.41	3.21

Period		1Q (%)	2Q (%)	3Q (%)	4Q (%)	YTD (%)	# of Accounts	Std Dev. (%)	Composite Market Value (\$ mil)	Total Firm Market Value
2011	Gross of Fee	1.16	2.77	3.08	1.94	9.25	14	1.55	\$191.5	\$7,866.5
	Net of Fee	1.05	2.65	2.96	1.82	8.74				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	0.77	2.87	2.85	2.05	8.80	12	1.27	\$193.1	\$8,936.6
	Net of Fee	1.21	1.62	1.86	0.77	5.56				
2012	Gross of Fee	1.08	1.50	1.74	0.64	5.05	12	0.93	\$163.4	\$9,468.1
	Net of Fee	0.87	1.54	1.81	0.44	4.74				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	0.09	-2.58	0.65	0.41	-1.46	12	1.82	\$203.5	\$9,729.0
	Net of Fee	2.24	2.18	1.10	1.36	7.06				
2013	Gross of Fee	2.12	2.06	0.97	1.23	6.53	19	0.65	\$255.9	\$9,592.2
	Net of Fee	1.19	-0.72	1.35	1.29	3.12				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	0.84	-0.66	1.51	1.12	2.83	19	0.63	\$290.3	\$11,171.6
	Net of Fee	1.48	2.03	-0.17	-3.26	-0.01				
2014	Gross of Fee	1.46	1.90	-0.19	-3.07	0.01	20	0.74	\$361.8	\$12,466.3
	Net of Fee	1.48	1.83	1.03	1.02	5.46				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	1.36	1.70	0.91	0.89	4.94	20	0.30	\$371.8	\$18,587.0
	Net of Fee	-0.99	0.67	-0.02	1.22	0.87				
2015	Gross of Fee	-0.91	0.85	-0.06	1.71	1.58	10	0.59	\$410.8	\$19,522.9
	Net of Fee	2.57	1.96	1.61	0.49	6.79				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	2.51	1.84	1.13	0.81	6.44	12	0.64	\$535.2	\$22,890.8
	Net of Fee	0.09	2.03	1.73	1.70	5.67				
2016	Gross of Fee	0.00	1.94	1.64	1.62	5.30	9	0.56	\$612.4	\$25,642.3
	Net of Fee	-0.50	2.69	1.15	1.33	4.73				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	-0.10	1.72	-0.20	1.01	2.43	9	0.56	\$612.4	\$25,642.3
	Net of Fee	-0.19	1.63	-0.29	0.92	2.07				
2017	Gross of Fee	-0.32	0.90	-0.09	0.38	0.86	9	0.56	\$612.4	\$25,642.3
	Net of Fee	-0.19	1.63	-0.29	0.92	2.07				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	-0.32	0.90	-0.09	0.38	0.86	9	0.56	\$612.4	\$25,642.3
	Net of Fee	-0.19	1.63	-0.29	0.92	2.07				

* Preliminary. Periods greater than one year are annualized. Historical performance cannot guarantee future results.

ENHANCED INTERMEDIATE MUNICIPAL FIXED INCOME COMPOSITE PERFORMANCE

Segall Bryant & Hamill (SBH) is a Registered Investment Adviser established in 1994. SBH provides fee-based management of fixed income and equity portfolios for institutional clients and high net worth individuals. On June 30, 2015, SBH acquired Philadelphia International Advisors (PIA). Prior to the acquisition, PIA was a privately held investment management firm whose sole focus was the management of international equities. The group that was formerly PIA manages all SBH's international composites which have been a part of SBH since the acquisition. On May 1, 2018, SBH acquired Denver Investment Advisors LLC (aka Denver Investments). As a result of the Denver Investments acquisition, SBH added several new Portfolio Managers and composites to the overall firm. The Enhanced Intermediate Municipal Fixed Income composite was created May 2018. The composite's performance inception date is July 1, 1991. Prior to 12/31/2019, the composite's name was "Municipal Fixed Income." From 12/31/2019 - 12/31/2021, the composite's name was Intermediate Municipal Fixed Income. On 12/31/2021 the composite's name was changed to the current Enhanced Intermediate Municipal Fixed Income composite that we currently use. The composite is defined to include all fee-paying, discretionary accounts that are managed according to the Enhanced Intermediate Municipal Fixed Income strategy. From the inception of the product through 12/31/2014, the composite benchmark was the Bloomberg 10-Year Municipal Index. The Bloomberg 10-Year Municipal Index is an unmanaged index that includes investment grade (Moody's Investor Services Aaa to Baa, Standard & Poor's AAA to BBB) tax-exempt bonds with maturities between eight and twelve years. From 1/1/2015 to 12/31/2019, the benchmark was the Bloomberg 7-Year Municipal Index. The Bloomberg 7 Year Municipal Bond Index is a capitalization weighted bond index created by Bloomberg intended to be representative of major municipal bonds of all quality ratings with an average maturity of approximately seven years. Beginning 12/31/2019, the benchmark was changed retroactively back to inception to the Bloomberg US 1-15 Year Municipal Bond Index. The index was changed to better reflect the strategy of the composite. The Bloomberg US 1-15 Year Municipal Bond Index is an unmanaged index comprised of fixed-rate, investment-grade tax-exempt bonds with remaining maturities between 1 and 17 years. Bloomberg is the source and owner of the Bloomberg Index data contained in this material and all trademarks and copyrights related thereto. Any further dissemination or redistribution is strictly prohibited. Bloomberg is not responsible for the formatting or configuration of this material or for any inaccuracy in Segall Bryant & Hamill's presentation thereof. Index returns are not covered by the report of the independent verifiers. Gross results are shown net of trading costs and include the reinvestment of all dividends and interest. Net results are shown net of management fees as well as trading costs and include the reinvestment of all dividends and interest. As of January 1, 2019, net results reflect actual fees paid. The current fee schedule applicable to the Enhanced Intermediate Municipal Fixed Income composite accounts is 0.25% on the first \$5 million of assets and 0.20% over \$5 million of assets. Actual fees will vary. From 1/1/08 to 12/31/14, net of fee returns were calculated by deducting the maximum applicable advisory fee in effect, pro-rated on a quarterly basis. From 1/1/15 - 12/31/18, net of fee returns were calculated by deducting the maximum applicable advisory fee in effect, pro-rated on a monthly basis. All information is based on US dollar values. Dispersion of returns is measured by an equal weighted standard deviation of all the accounts in the composite for a full year period. Composite dispersion and three year standard deviation are calculated using gross returns. Neither the composite nor the benchmark returns reflect the withholding of any taxes for ordinary income or capital gains. Segall Bryant & Hamill claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Segall Bryant & Hamill has been independently verified for the periods January 1, 2000 through December 31, 2020. The verification report is 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. 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