

MARKET COMMENTARY

Market Overview

The third quarter opened as fears were beginning to escalate with respect to the COVID-19 Delta variant and its potential negative impact on economic growth. In the beginning of July, the yield on the benchmark 10-year Treasury declined from 1.45% to 1.19% as the market grappled with the latest wave of infections across the world. The weeks between the beginning and the end of the quarter were relatively quiet, but as September neared its end, Delta variant concerns were replaced by inflation fears and by expectations that the Federal Reserve (Fed) would begin tapering asset purchases in the fourth quarter. In the final week of the quarter alone, the 10-year jumped a sharp 22 basis points (bps), reversing the decline and leaving rates at 1.52%, an overall change of 7 bps. As a result, returns were flattish in most fixed income markets, but the tepid returns masked the significant shifts in underlying market views that occurred along the way. Municipal yields experienced much less volatility than Treasury yields but still ended the quarter modestly higher.

Strategy Performance

The Segall Bryant & Hamill Intermediate Municipal strategy returned -0.20%* for the quarter versus a return of -0.09% for the Bloomberg U.S. Municipal Bond 1-15 Year Index. On a year-to-date basis, the strategy returned 1.41%* vs. 0.48% for the index.

The strategy underperformed due to its slightly long duration and higher degree of optionality. Shorter call, high premium bonds specifically widened out from levels that seemed untenable long term. We believe that these structured bonds have returned to attractive levels for investors and should do well from a total return perspective.

Outlook and Positioning

There are various factors impacting our outlook as we enter the final quarter of 2021. Arguably the most important is the broad continuation of economic improvement—both domestically and worldwide—stemming from the waning impact of COVID-19 and its Delta variant. We believe municipal balance sheets are in good shape and should continue to have a strong tailwind from broad economic growth. We continue to see optimism from issuers, counterbalanced by the recognition that: a) bond spreads remain tight from a historical context, and b) improved global economic growth, coupled with inflation that is still evident in many areas, is likely to prompt the Fed to taper asset purchases sometime in the near future.

As we navigate these dynamics, we remain overweight short call structures and credit sectors that we believe will benefit from a growing economy. We have been allowing duration to drift lower, while continuing to look for opportunities to rotate into securities we deem high quality without sacrificing significant yield—the “up-in-quality” trade. There are a multitude of factors that could stop any recovery in its tracks including the real estate bubble in China, partisan wrangling in Washington over the debt ceiling and infrastructure spending, and higher energy prices globally, to name a few. We value the trust placed in us to manage client portfolios and will remain vigilant with respect to these and other threats and opportunities.

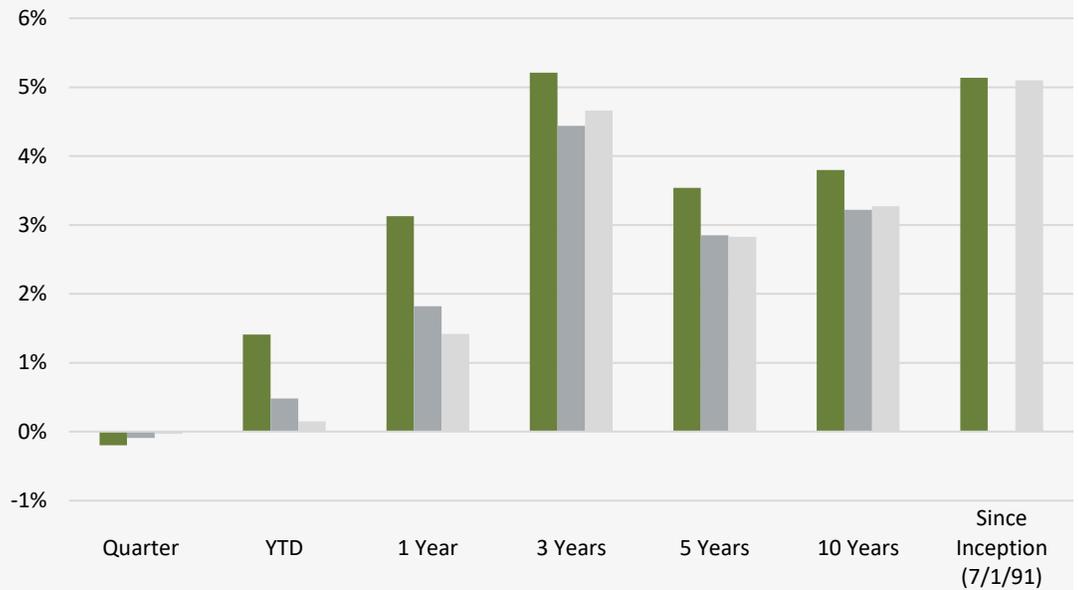
Thank you for your interest and support.

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 9/30/21)



	Quarter	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception (7/1/91)
■ SBH Gross	-0.20%	1.41%	3.13%	5.21%	3.54%	3.80%	5.14%
■ Bloomberg U.S. 1-15 Year Muni Bond Index	-0.09%	0.48%	1.82%	4.44%	2.85%	3.22%	—
■ Bloomberg U.S. 7 Year Muni. Bond Index	-0.03%	0.15%	1.42%	4.66%	2.83%	3.27%	5.10%

*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

INTERMEDIATE MUNICIPAL FIXED INCOME COMPOSITE PERFORMANCE*

Intermediate Municipal

Quarterly & Annual Returns

Period Ending: 9/30/2021

Annualized Cumulative Returns

	SBH Gross (%)	SBH Net (%)	Bloomberg US 1-15 Year Muni Bond Index (%)
Annualized			
1 Year	3.13	2.78	1.82
3 Years	5.21	4.81	4.44
5 Years	3.54	3.09	2.85
10 Years	3.80	3.32	3.22

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	3.45	3.27

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				
	Net of Fee	1.08	1.50	1.74	0.64	5.05				
2012	Gross of Fee	1.21	1.62	1.86	0.77	5.56	12	1.27	\$193.1	\$8,936.6
	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	0.93	\$163.4	\$9,468.1
	Net of Fee	-0.04	-2.70	0.52	0.28	-1.96				
2013	Gross of Fee	0.09	-2.58	0.65	0.41	-1.46	12	0.93	\$163.4	\$9,468.1
	Net of Fee	-0.04	-2.70	0.52	0.28	-1.96				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	0.34	-2.29	0.57	0.33	-1.06				
	Net of Fee	2.24	2.18	1.10	1.36	7.06	12	1.82	\$203.5	\$9,729.0
2014	Gross of Fee	2.24	2.18	1.10	1.36	7.06	12	1.82	\$203.5	\$9,729.0
	Net of Fee	2.12	2.06	0.97	1.23	6.53				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	2.26	1.93	1.13	0.91	6.37				
	Net of Fee	1.19	-0.72	1.35	1.29	3.12	19	0.65	\$255.9	\$9,592.2
2015	Gross of Fee	1.31	-0.60	1.47	1.42	3.64	19	0.65	\$255.9	\$9,592.2
	Net of Fee	0.84	-0.66	1.51	1.12	2.83				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	1.60	2.16	-0.05	-3.13	0.49	19	0.63	\$290.3	\$11,171.6
	Net of Fee	1.48	2.03	-0.17	-3.26	-0.01				
2016	Gross of Fee	1.46	1.90	-0.19	-3.07	0.01				
	Net of Fee	1.48	1.83	1.03	1.02	5.46	20	0.74	\$361.8	\$12,466.3
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	1.36	1.70	0.91	0.89	4.94				
	Net of Fee	1.55	1.64	0.93	0.15	4.33				
2017	Gross of Fee	1.55	1.64	0.93	0.15	4.33				
	Net of Fee	-0.87	0.79	0.11	1.34	1.37	20	0.30	\$371.8	\$18,587.0
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	-0.91	0.85	-0.06	1.71	1.58				
	Net of Fee	2.64	2.11	1.71	0.59	7.24	10	0.59	\$410.8	\$19,522.9
2018	Gross of Fee	2.64	2.11	1.71	0.59	7.24	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				
	Net of Fee	0.09	2.03	1.73	1.70	5.67	12	0.64	\$535.2	\$22,890.8
2019	Gross of Fee	0.09	2.03	1.73	1.70	5.67	12	0.64	\$535.2	\$22,890.8
	Net of Fee	0.00	1.94	1.64	1.62	5.30				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	-0.50	2.69	1.15	1.33	4.73				
	Net of Fee	-0.10	1.72	-0.20		1.41	10	0.59	\$601.4	\$24,860.2
2020	Gross of Fee	-0.10	1.72	-0.20		1.41	10	0.59	\$601.4	\$24,860.2
	Net of Fee	-0.19	1.63	-0.29		1.15				
Bloomberg US 1-15 Year Muni Bond Index	Gross of Fee	-0.32	0.90	-0.09		0.48				
	Net of Fee									

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

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 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." The composite is defined to include all fee-paying, discretionary accounts that are managed according to the 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 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. 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. 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