

**Total Firm Fixed Income AUM/AUA\*\*:** \$11.6B  
**Total Firm AUM/AUA\*\*\*:** \$24.5B

**Total Strategy AUM/AUA\*:** \$541.5M  
**Inception of the Strategy:** 12/31/06

### INVESTMENT PHILOSOPHY

We seek to take advantage of inefficiencies in the fixed income market by identifying overlooked issues that offer a measurable return advantage and meet our quality standards. Our focus is on fundamental analysis and disciplined risk controls rather than market timing, and our consistent process seeks to perform well in all periods with an emphasis on downside protection. The strategy is designed for investors seeking fully customized Liability-Driven Investing solutions tailored to client requirements and constraints.

### KEY FEATURES

- Focus on domestic, U.S. dollar cash pay bonds.
- Seeks to take advantage of inefficiencies created by small issue sizes and rating agency classifications.
- Focus on bottom-up research and quality to create a portfolio that may differ significantly from peers and the benchmark.

### PORTFOLIO CHARACTERISTICS

	SBH Gross	Bloomberg U.S. Long Govt/Credit	% of Index
Yield To Worst	3.60%	3.39%	106%
Current Yield	3.65%	3.49%	104%
Quality	A+	AA-	–
Coupon	3.61%	3.54%	102%
Avg. Maturity (yrs)	24.97	23.53	106%
Avg. Duration (yrs)	15.54	15.92	98%
Number of Holdings	112	3,163	–

Source: CMS BondEdge, Bloomberg

### RISK/RETURN STATISTICS (3 YRS)

	SBH Gross	Bloomberg U.S. Long Govt/Credit
Sharpe Ratio	0.34	0.32
Std. Deviation	12.17	10.80
Tracking Error	2.60%	–
Upside Capture	113.34	100.00
Downside Capture	108.61	100.00

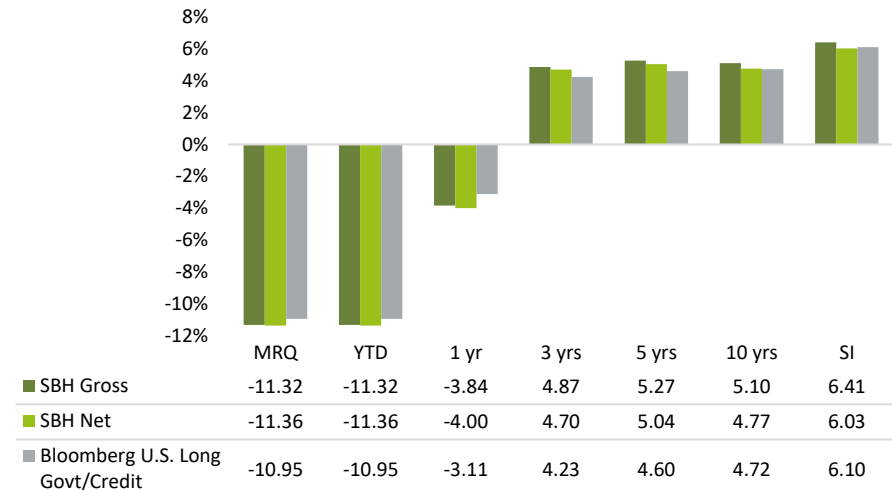
Source: eVestment

\*Assets under management/Assets under advisement (AUM/AUA) data as of 3/31/22. Model UMA assets of \$0 are included in the AUA portion of the AUM/AUA total.

\*\*Model UMA assets of \$0 are included in the total firm fixed income assets (AUM/AUA) as of 3/31/22.

\*\*\*Model UMA assets of \$548.1M are included in the total firm assets (AUM/AUA) as of 3/31/22.

### ANNUALIZED PERFORMANCE (%)



### CALENDAR YEAR RETURNS (%)

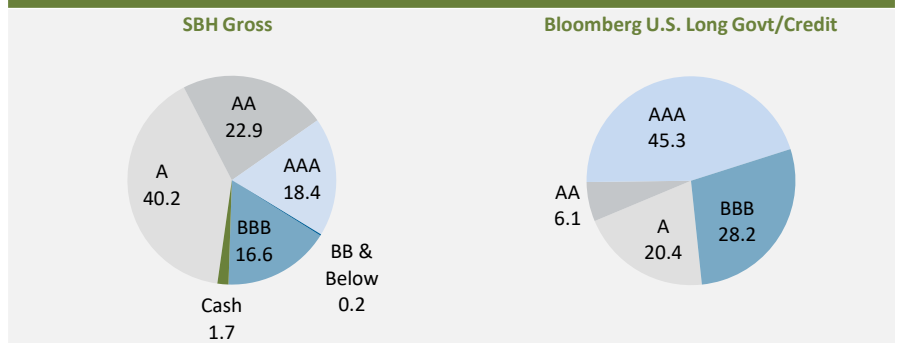
	SBH Gross	SBH Net	Bloomberg U.S. Long Govt/Credit
2021	-2.21	-2.37	-2.52
2020	17.97	17.75	16.12
2019	20.26	20.07	19.59
2018	-4.76	-5.05	-4.68
2017	12.17	11.84	10.71
2016	7.45	7.11	6.67
2015	-3.19	-3.63	-3.30
2014	17.95	17.43	19.31
2013	-8.00	-8.42	-8.83
2012	8.04	7.56	8.78

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

MRQ=Most Recent Quarter; SI=Since Inception.

Source: CMS BondEdge, Bloomberg

### QUALITY COMPARISON (%)



The ratings allocation reflects the Standard & Poor's equivalent ratings category for the higher credit quality rating assigned by either Standard & Poor's or Moody's. Credit quality does not remove market risk. NR=Not Rated. Totals may not sum to 100% due to rounding.

# Liability-Driven Investing Fixed Income

## PORTFOLIO MANAGEMENT



**Kenneth A. Harris, CFA**  
Senior Portfolio Manager

MBA, University of Colorado at Denver  
BBA, University of Arizona



**Darren G. Hewitson, CFA**  
Senior Portfolio Manager

BAcc, University of Glasgow, Scotland

SECTOR ALLOCATION	% Portfolio	% Benchmark	Relative Weights	MATURITY DISTRIBUTION	% Portfolio
Treasury	12.7	43.1	-30.4	0-3 yrs	1.7
U.S. Agencies	0.9	0.6	0.3	3-5 yrs	0.1
Corporate Credit	74.4	49.9	24.5	5-7 yrs	0.3
Non-Corporate	10.3	6.4	3.9	7-10 yrs	1.1
Securitized	0.1	0.0	0.1	10-15 yrs	8.6
Cash & Equivalents	1.7	0.0	1.7	15+ yrs	88.3

Totals may not sum to 100% due to rounding.

## TOP TEN CORPORATE CREDIT HOLDINGS

SBH Gross	Bloomberg U.S. Long Govt/Credit
Exxon Mobil Corp	AT&T Inc
Exelon Corp	Verizon Communications Inc
Apple Inc	Comcast Corp
Amazon.com Inc	Anheuser-Busch InBev SA/NV
NextEra Energy Inc	Bank of America Corp
Berkshire Hathaway Inc	Wells Fargo & Co
Business Interactif SA	Oracle Corp
Anheuser-Busch InBev SA/NV	JPMorgan Chase & Co
Eaton Corp PLC	Apple Inc
American Water Works Co Inc	Microsoft Corp

Source: CMS BondEdge, Bloomberg

## TOP TEN NON-CORPORATE CREDIT HOLDINGS

SBH Gross	Bloomberg U.S. Long Govt/Credit
City of San Francisco CA Public Utilities Commission Water Revenue	International Bank for Reconstruction & Development
California Municipal Finance Authority	European Investment Bank
University of California	Asian Development Bank
New York City Transitional Finance Authority Future Tax Secured Revenue	Kreditanstalt fuer Wiederaufbau
North Texas Tollway Authority	Inter-American Development Bank
District of Columbia	Mexico Government International Bond
New Hampshire Business Finance Authority	Japan Bank for International Cooperation
Port of Seattle WA	Philippine Government International Bond
Denver City & County School District No 1	Panama Government International Bond
Utah Transit Authority	Peruvian Government International Bond

Top ten holdings are reported based on the market value of individual positions in the portfolio. Holdings are subject to change, vary over time and should not be considered a recommendation to buy or sell. It should not be assumed that future holdings will be profitable or equal the performance of these holdings. Each investor's holdings may be different based on their objectives.

"Bloomberg" and Bloomberg U.S. Long Government/Credit 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 Liability-Driven Investing Fixed Income. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to SBH Liability-Driven Investing Fixed Income.

CFA® and Chartered Financial Analyst® are registered trademarks owned by CFA Institute.

Segall Bryant and Hamill claims compliance with the Global Investment Performance Standards (GIPS®). GIPS® is a registered trademark of the CFA Institute. The CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content herein. All investment involves risk.