

Asset Preservation Advisors

A leading independent US Municipal Bond Specialist

1989

FOUNDED IN

~18

AVERAGE YEARS
OF EXPERIENCE

USD 4.9bn

AUM AS OF AUGUST 2021

The Firm

Founded in 1989, based in Atlanta, Georgia, Asset Preservation Advisors (“APA”) is specialized in managing high quality tax-exempt and taxable municipal bond portfolios for registered investment advisors, family wealth offices and institutional clients.

Investment Philosophy

APA believes that persistent pricing inefficiencies exist in the municipal bond market, especially in the secondary market where the firm can be nimbler. They seek to capitalize on these inefficiencies to identify investment opportunities and create value through rigorous credit research, active portfolio management and relative-value trading discipline.

The Strategies

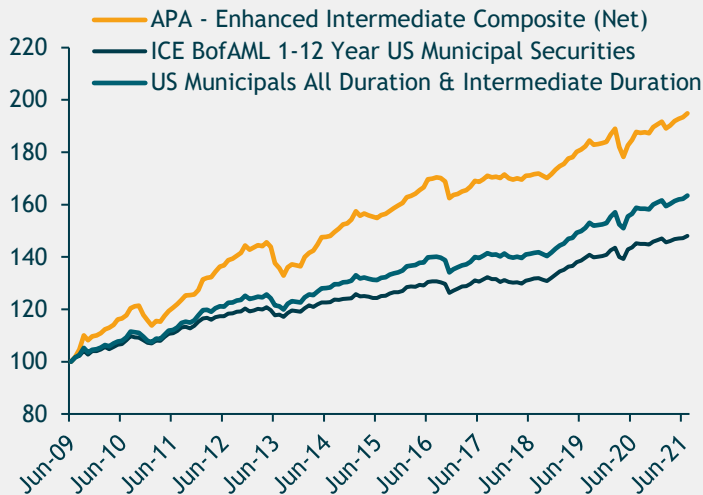
- APA has developed a coherent range of 5 high quality tax-exempt and taxable municipal bond strategies such as:
 - **Enhanced Intermediate:** seeks to provide a high level of income exempt from federal income tax by investing primarily in lower-rated municipal bonds
 - **Positive Impact:** invests in municipal bonds supporting positive social and environmental solutions while maximizing tax-exempt income
 - **High-Quality Intermediate:** focuses on preserving capital by taking advantage of inefficiencies in the high-quality municipal bonds market
 - **Taxable Municipal Bond:** seeks to maximize risk adjusted returns through the structuring of high-quality taxable municipal bond portfolios
 - **Short-Term:** seeks to provide current income exempt from federal income taxes while providing liquidity and preserving capital.
- The strategies typically hold 15-30 issuers with an AA average rating while the Enhanced Intermediate invests in a larger number of issuers and is tilted toward the lower band of investment grade municipal bonds to generate higher yields, with an average rating of A- .

A High Level of Expertise in Municipal Investment

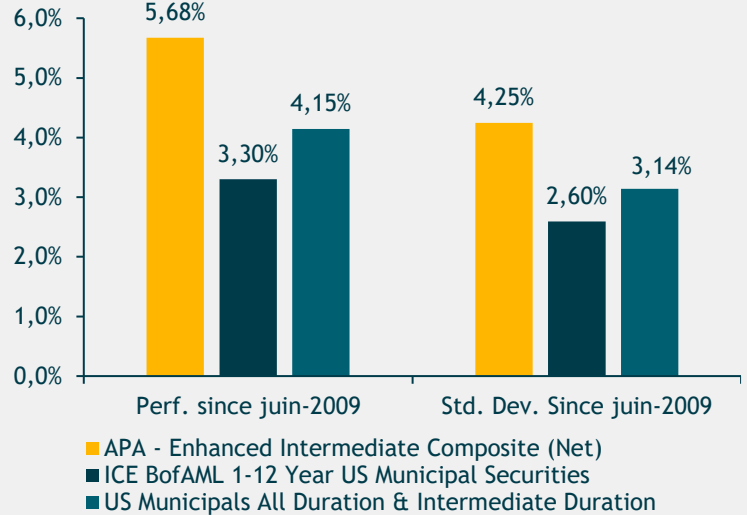
- The investment team is composed of **11 career municipal bonds experts** with complementary experience and extensive responsibilities over research, portfolio management, trading, and client servicing functions.
- The investment team has 18 years of experience on average, including **11 years at the firm.**
- The **Credit Research Group**, part of the investment team, composed of sectors and states specialists, builds research on issuers independently from Rating Agencies.

The APA Enhanced Intermediate strategy has outperformed the benchmark by **2.38%** annualized since inception

Performance since June 2009



Performance and standard deviation

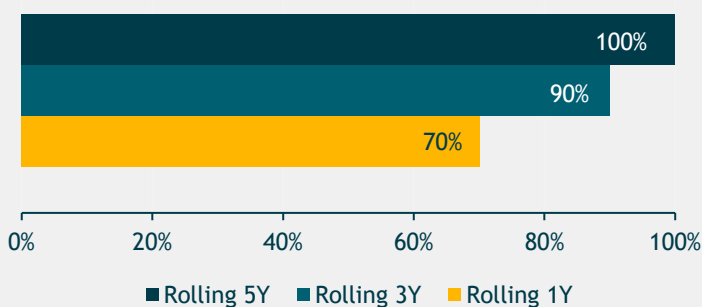


Strategy	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
APA - Enhanced Intermediate Composite (Net)	2.2%	3.7%	6.1%	1.0%	4.7%	1.9%	4.2%	13.0%	-4.5%	12.1%	10.0%	5.3%
ICE BofAML 1-12 Year US Municipal Securities	1.0%	4.0%	5.6%	1.6%	3.2%	0.0%	2.3%	4.3%	-0.1%	3.4%	7.6%	3.0%
Spread	1.1%	-0.3%	0.5%	-0.6%	1.5%	1.9%	1.9%	8.8%	-4.4%	8.7%	2.4%	2.3%
US Municipals All Duration & Intermediate Duration	1.6%	5.1%	6.9%	1.3%	4.5%	0.3%	3.1%	6.7%	-1.1%	5.3%	9.1%	3.1%
Spread	0.6%	-1.4%	-0.7%	-0.3%	0.3%	1.6%	1.1%	6.3%	-3.4%	6.8%	0.9%	2.2%

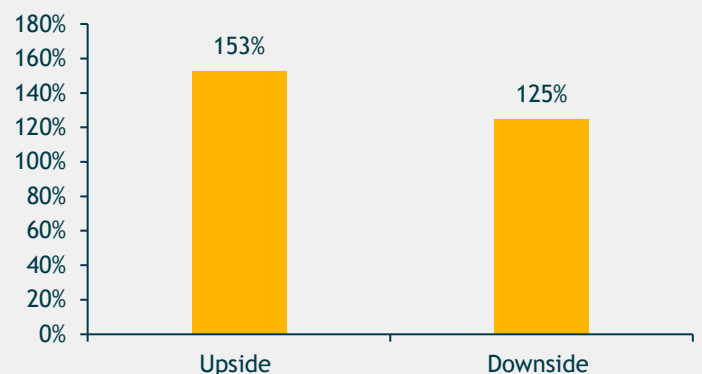
Source: eVestment, data as of July 2021. The figures refer to the past and past performance is not reliable indicator of future results. Performance of APA Enhanced intermediate Composite is net of 0.35% fees since inception, in June 2009, in USD. It is calculated in the unit currency and, where investments are made in a different currency, may also be affected by fluctuations in exchange rates.

Consistent outperformance relative to the ICE BofAML 1-12 Year US Municipal Securities index over its track record

Batting average of APA - Enhanced Intermediate Composite (Net) relative to ICE BofAML 1-12 Year US Municipal Securities



Upside and downside capture ratios of APA - Enhanced Intermediate Composite (Net) relative to ICE BofAML 1-12 Year US Municipal Securities



Source: iM Global Partner, eVestment, data as of July 2021. The figures refer to the past and past performance is not indicative of future results. The performance is net of 0.35% fees in USD.

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