

Overview

Palladium LLC, a Registered Investment Adviser, was founded in October 2011.

As of March 2017, \$800 Million Assets Under Management.

Independent, employee-owned firm.

We are fiduciaries, committed to doing the right thing for the client.

Portfolio Statistics

SEC Yield	4.10%
12-Month Yield	5.06%
Avg Credit Quality	BB
Avg Eff Duration (Years)	2.71
Avg Wtd Coupon	5.06%

Top 5 Holdings*

	Pct
Angel Oak Multi-Strategy Income	10.00%
BlackRock Multi-Asset Income	10.00%
SPDR S&P Global Dividend	10.00%
VanEck Vectors Fallen Angel HiYld	10.00%
VanEck Vectors Pref Secs ex Fincls	9.00%

Portfolio Characteristics

Risk Profile	Low-to-Moderate
Turnover	15%
Cash Range	1%-5%
Wtd. Internal Expense Ratio	0.70%
# of Holdings	14

Key Attributes

Focus on Sustaining Principal	Liquidity & Transparency
Attractive Yield	Low Expenses & Fees

Source: Morningstar.

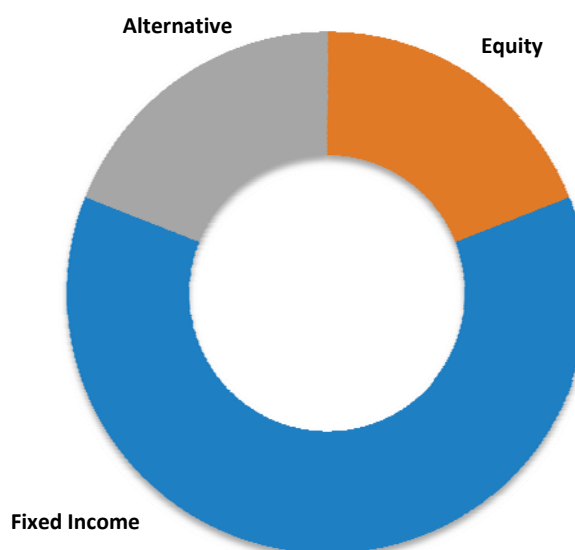
*Holdings are subject to change and may be different than at the time of this report or based on program constraints.

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Strategy Description

- The Focused Income Strategy seeks to maximize yield, while sustaining principal over time.
- This strategy may invest in a somewhat concentrated portfolio of assets including high yield bonds, dividend-paying equities, and other sources of yield.
- This strategy is typically appropriate for an investor seeking to fulfill or supplement need for current income with a moderate tolerance for risk.

Asset Segment Weighting

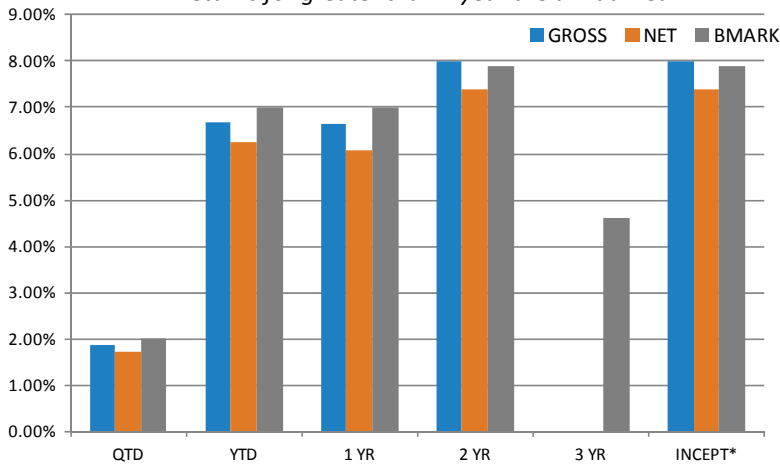


PCT PORTFOLIO SEGMENTS / CONSTITUENTS

PCT	PORTFOLIO SEGMENTS / CONSTITUENTS
19.0%	Equity: Low-Cost, Systematic, and Factor Exposure Global Dividend Global Preferred Stock
62.0%	Fixed Income / Cash: Seeks to Preserve Capital and Generate Income Liquid Money Markets High-Yield Debt Closed End Funds Mortgage REITs Crossover Corporate Bond Multi-Sector Fixed Income
19.0%	Alternative: Anticipated Risk Mitigation with Alpha Opportunities Credit Long/Short Multi-Asset Income Global Macro

Performance vs. Benchmark

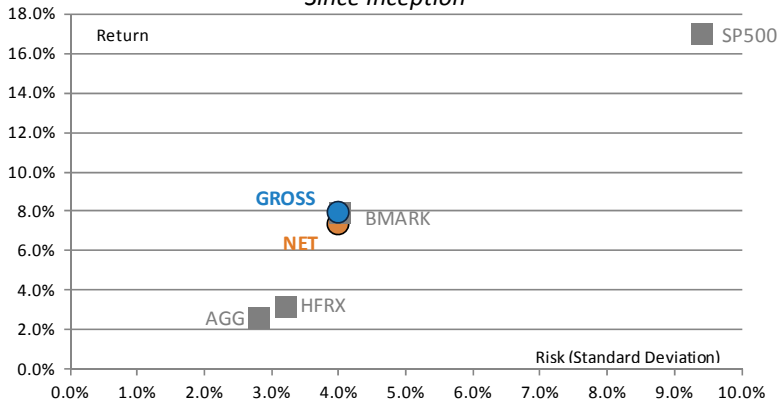
Returns for greater than 1 year are annualized.



See important performance disclosures below.

Annualized Risk/Return vs. Major Indexes

Since Inception*



Source: Morningstar

* Inception Date (INCEPT): 10/1/2015

Benchmark (Bmark): 40% Barclays Capital US Aggregate Bond Index / 40% Barclays High Yield Index / 20% MSCI All Country World Index (ACWI) Net Return. Indices represent asset classes that may be included in the strategy and are presented to provide perspective on the strategy's historical risk, as measured by standard deviation, in relation to these asset classes. SP500 represents the S&P 500 Index; AGG represents the Barclays Capital Aggregate Bond Index; HFRX represents the Hedge Fund Research Institute Global Hedge Fund Index.

Since Inception*	Gross	Net	Bmark
Return	8.00%	7.41%	7.89%
Standard Deviation	3.98%	3.98%	4.01%
Sharpe Ratio	1.83	1.69	1.79
Maximum Drawdown	-2.98%	-3.11%	-3.86%
% Positive Months	79%	79%	79%
% Negative Months	21%	21%	21%
Correlation to SP500	0.76	-	0.74
Correlation to AGG	0.37	-	0.37
Correlation to HFRX	0.75	-	0.78

Trailing Return

3 Month	1.85%	1.71%	2.00%
6 Month	3.75%	3.47%	4.20%
Trailing 1 Year	6.66%	6.07%	7.00%
Trailing 3 Year	NA	NA	4.62%
Trailing 5 Year	NA	NA	5.17%

Calendar Return

2017 YTD	6.67%	6.24%	7.00%
2016	8.83%	8.23%	9.03%
2015	NA	NA	-2.16%
2014	NA	NA	3.49%
2013	NA	NA	6.91%

Disclosures: The performance returns shown represent the results of a model portfolio of the investment strategy only and do not represent the results of actual trading of investor assets. The model performance has inherent limitations. Palladium maintains the model and calculates the model performance shown or discussed, but it does not represent actual assets. Thus, the performance shown or discussed does not reflect the impact that material economic and market factors had or might have had on decision making if actual investor money had been managed. While model performance may have performed better than the benchmark for some or all of the periods shown, the performance during any other period may not have, and there is no assurance that model performance will perform better than the benchmark in the future. An investor's actual account is managed by the investor or by an advisor based on the model portfolio, but the actual composition and performance of the account may differ from those of the model portfolio due to differences in the timing and prices of trades, and the identity and weightings of securities holdings. Portfolio performance assumes reinvestment of dividends and capital gains and is net of standard advisory fees payable to Palladium LLC (0.55%) but does not include any other expenses not covered by the advisory fee, which will reduce a client's return. Direct investment in an index is not possible. Index returns assume the reinvestment of dividends and capital gains. Past performance is no guarantee of future results.

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Palladium, LLC - 7 Great Valley Parkway, Suite 295 - Malvern, PA 19355 - 888-886-4122 - info@palladium.com - www.palladium.com

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