



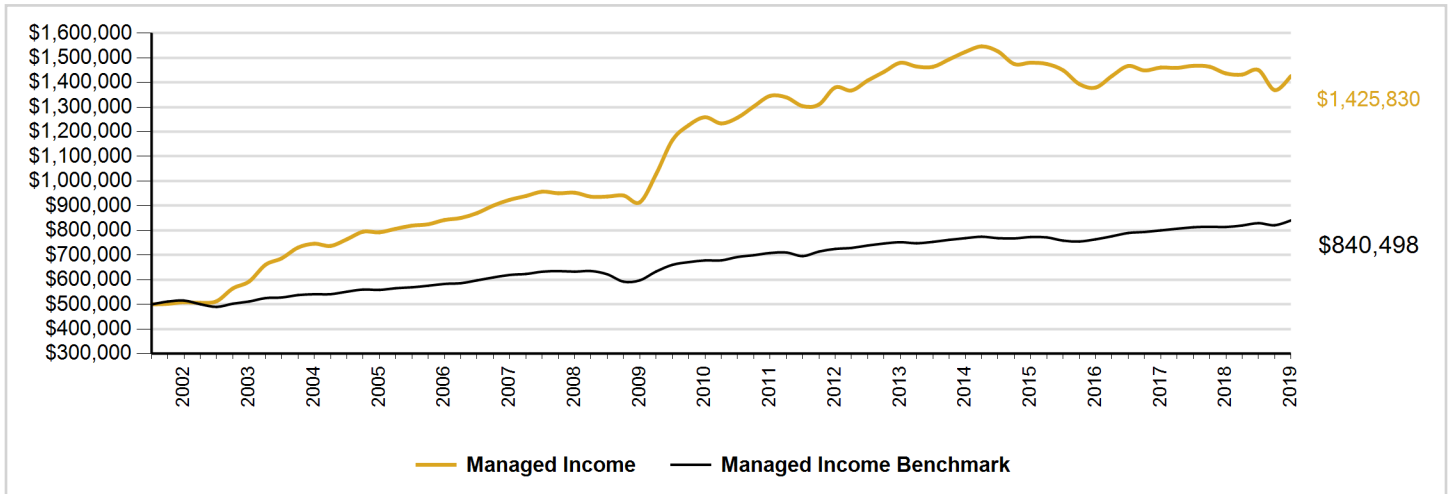
# HANLON

INVESTMENT MANAGEMENT

## BROKERAGE MANAGED INCOME COMPOSITE AS OF 2/28/2019

ALL RETURNS REPORTED ARE NET AFTER FEES

Start Date	End Date	Managed Income	Managed Income Blended Benchmark
10/01/01	12/31/01	0.46%	2.29%
01/01/02	12/31/02	12.43%	-1.69%
01/01/03	12/31/03	29.30%	6.96%
01/01/04	12/31/04	8.84%	4.17%
01/01/05	12/31/05	3.78%	2.75%
01/01/06	12/31/06	9.21%	5.84%
01/01/07	12/31/07	5.52%	4.22%
01/01/08	12/31/08	-0.95%	-6.74%
01/01/09	12/31/09	30.28%	13.39%
01/01/10	12/31/10	6.21%	4.15%
01/01/11	12/31/11	0.59%	2.13%
01/01/12	12/31/12	10.12%	4.58%
01/01/13	12/31/13	3.50%	1.99%
01/01/14	12/31/14	-1.27%	0.75%
01/01/15	12/31/15	-5.51%	-1.61%
01/01/16	12/31/16	3.97%	5.09%
01/01/17	12/31/17	1.03%	2.65%
01/01/18	12/31/18	-6.47%	0.78%
01/01/19	02/28/19	4.17%	2.38%
<b>Annualized Since Inception (10/1/2001)</b>		<b>6.20%</b>	<b>3.03%</b>
<b>Alpha</b>		3.61%	0.65%
<b>Beta</b>		0.18	0.15
<b>Standard Deviation</b>		5.04%	3.04%
<b>Best Quarter</b>		13.37%	5.98%
<b>Worst Quarter</b>		-5.61%	-4.80%
<b>Average Down Quarter Since Inception</b>		-1.48%	-1.31%
<b>Maximum Drawdown</b>		-11.48%	-10.71%



Past performance is not indicative of future results. Please see complete GIPS Disclosure Presentation.

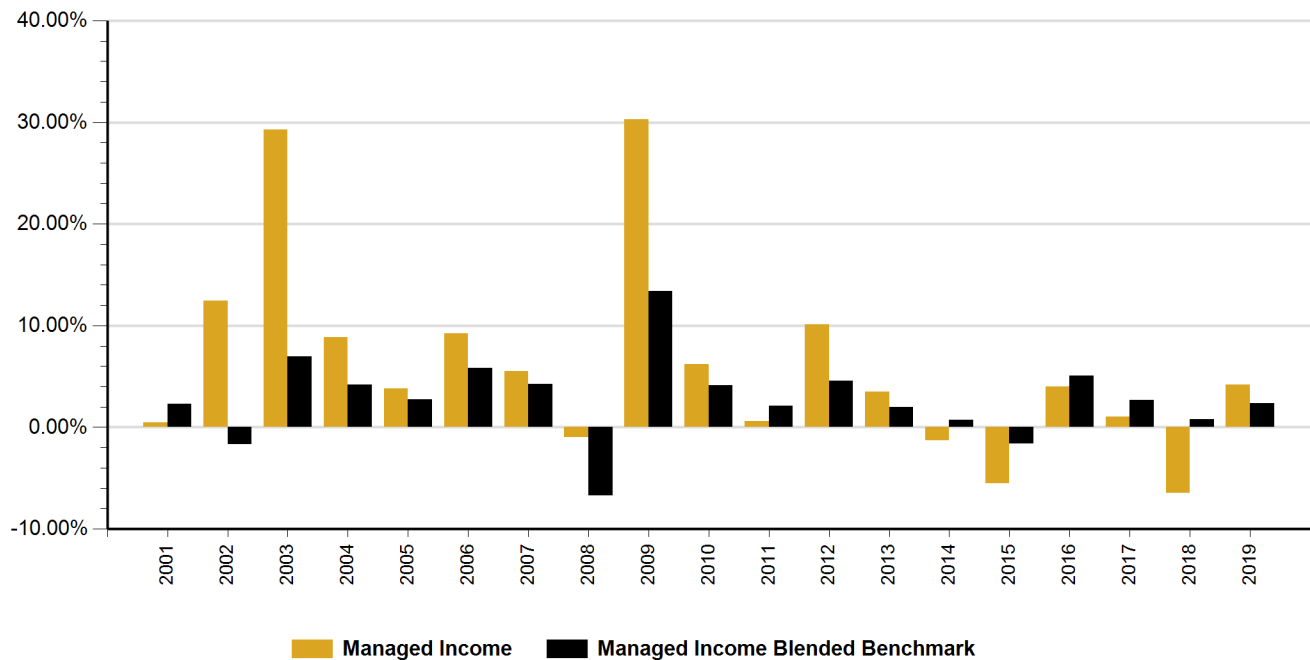


## BROKERAGE MANAGED INCOME COMPOSITE AS OF 2/28/2019

ALL RETURNS REPORTED ARE NET AFTER FEES

	Inception Date	Month	YTD	One Year	Three Year Annual	Five Year Annual	Ten Year Annual	Since Inception Annual
<b>Managed Income Composite Return</b>	10/01/01	1.23%	4.17%	-1.02%	1.35%	-1.25%	4.50%	6.20%
Alpha				-3.84%	-3.07%	-3.86%	0.22%	3.61%
Beta				0.29	0.23	0.19	0.24	0.18
Standard Deviation				4.91%	3.77%	3.60%	5.13%	5.04%
Sharpe Ratio				-0.62	0.06	-0.54	0.80	0.95
<b>Managed Income Benchmark Return</b>	10/01/01	0.66%	2.38%	3.19%	3.66%	1.81%	3.50%	3.03%
Alpha				0.85%	1.17%	-0.01%	0.91%	0.65%
Beta				0.11	0.10	0.11	0.13	0.15
Standard Deviation				1.93%	1.52%	1.78%	2.42%	3.04%
Sharpe Ratio				0.59	1.66	0.63	1.27	0.53

Bar Chart of Annual Returns



Performance and risk statistics shown in this report have been calculated using monthly returns. In reports prior to 06/30/13 the use of certain annual returns, revised source information and rounding may have presented minor differences in performance or risk statistic value. Risk statistics use the S&P 500 Index as their benchmark, and are calculated using monthly returns. Risk statistics calculated for less than a 1 year time period are not statistically meaningful, and therefore, Month and YTD are not presented on this report.

- Alpha:** A measure of performance on a risk-adjusted basis. It provides the value added that the portfolio manager adds to or subtracts from a portfolio's return.
- Beta:** A measure of the volatility or systematic risk of a security or a portfolio in comparison to the market as a whole.
- Standard Deviation:** The mathematical calculation that measures the variance over time of a set of data around its average.
- Sharpe Ratio:** A ratio used to measure risk-adjusted performance. It provides return vs. risk by providing a ratio of portfolio return minus risk-free return (Treasuries) vs. portfolio standard deviation.
- Maximum Drawdown:** Maximum Drawdown shows the maximum percentage drop in portfolio value from its high point to its low point before reversing back up. It measures the total magnitude of the maximum drops experienced by a portfolio.

The S&P 500 Index is unmanaged, investors cannot directly invest into the S&P 500. The S&P 500 is comprised of 500 widely held securities considered to be representative of the stock market in general. Investors should understand that the performance data presented comparing the four managed composites to the S&P 500 varies greatly and that depending upon the holdings within each composite, the volatility of the composites may be higher or lower than that of the S&P 500.



## BROKERAGE MANAGED INCOME COMPOSITE ANNUAL DISCLOSURE PRESENTATION

**Brokerage Managed Income Composite** contains fully discretionary income accounts investing in bond funds and money market funds. The bond fund allocation will vary and be actively managed, ranging from 0% to 100%, and the money market allocation will consist of all money not invested in bond funds. From January 1, 2002 to December 31, 2017, non-fee paying accounts represented less than 2% of composite assets at year end. Prior to January 1, 2002, 100% of the accounts in the composite were non-fee-paying. For comparison purposes, the composite is measured against a 67/33 blend of the U.S. 3 Month T Bill Index, and the iBoxx HY, which is calculated monthly and rebalanced monthly.

Hanlon Investment Management is an independent registered investment advisor divided into two specific divisions. The Firm, for GIPS purposes, is defined as the Wholesale Division which creates investment models and solutions and serves as the investment adviser for registered investment companies available for use in client accounts. The Firm definition does not include the Retail Division in which accounts are managed by the individual Investment Adviser Representative. Prior to October 2017, the GIPS firm was the entire registered investment advisor. Please contact Hanlon Investment Management (609)601-1200 for a complete list and description of composites. Accounts forming the composites in the year 2001 and in some cases, 2002 and 2003 were managed by the Chief Investment Officer of Hanlon at a prior investment firm. In presentations from May 31, 2008 and forward, the money market index used to calculate the blended benchmark is the U.S. 3 Month T Bill Index. In presentations prior to this date, the blend was calculated using a different money market index. In presentations prior to May 31, 2008 the S&P 500 without dividends was used in our calculations. In presentations from this date to February 1, 2015, the S&P 500 was inclusive of all dividends. In presentations from February 1, 2015 going forward, the equity portion of the blended benchmarks is the Morgan Stanley Capital International All Country World Index (MSCI ACWI). In presentations from February 1, 2015 going forward, the high yield bond index used to calculate the blended benchmark is the Markit iBoxx U.S. Liquid High Yield Index (iBoxx HY). This change in benchmarks was made to provide a risk based comparison for investors. In presentations from January 1, 2011 to February 1, 2015, the Merrill Lynch US High Yield Master II Index was used. In presentations prior to January 1, 2011, the blend was calculated using an average of 100 or more high yield bond funds. The performance of the Hanlon Composites in 2008 as compared to the benchmarks was attributed, in part, to being heavily invested in money market funds. Additional information regarding the benchmarks is available upon request. The MSCI ACWI is an unmanaged index consisting of stocks from approximately 46 different countries encompassing both developed and emerging markets. Investors should understand that the performance data presented comparing four managed composites to the MSCI ACWI varies greatly and the depending upon the holding within each composite the volatility of the composites may be higher or lower than that of the MSCI ACWI. Our portfolios may contain asset classes that are dissimilar to Large Cap Blend, such as, but not limited to Large Cap Growth/Value, Mid Cap Growth/Value, Small Cap Growth/Value, Emerging Market and International. We employ different strategies than the buy and hold strategy in the MSCI ACWI. Our portfolio composition and objectives at times may be more or less aggressive than the buy and hold strategy in the MSCI ACWI. You cannot invest directly in the MSCI ACWI without incurring cost and fees. The risks associated with our assets may be higher than those associated with the MSCI ACWI. The minimum account size for our composites is \$15 thousand. Results are based on fully discretionary fee paying accounts under management, including those accounts no longer with the firm. Prior to October 21, 2015, the fee schedule for the accounts making up the composites was as follows: On the first \$499,999 – 2.20% annually, then on the next \$500,000 to \$999,999 – 1.70% annually, then on the next \$1,000,000 and above – 1.20% annually. Going forward, the accounts making up the composites will be inclusive of the aforementioned fee schedule from composite inception through October 20, 2015, with all composite accounts using the fee schedule listed below beginning on October 21, 2015. Although individual leveraged investments may be used in a composite portfolio, leverage is not part of the overall strategy of these composites. Accounts in the composite may use margin. Very rarely at the request of the client to accommodate a withdrawal of funds without having to liquidate the current positions we will allow margin (leverage) to be employed in the account, only to have it eliminated upon any sales or the re-depositing to the account of the withdrawn funds. Past performance is not indicative of future results. The U.S. Dollar is the currency used to express performance. Returns are presented net of actual management fees and include the reinvestment of all income. The annual composite dispersions presented are an asset-weighted standard deviation calculated for the accounts in the composites for the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. This performance of the Balanced-Managed Income Model is presented as supplemental information and is comprised 25/75 blend of the Growth and Managed Income Composite performance for the time period listed, respectively. Balanced Managed Income Model performance prior to November 01, 2015 is the result of fully discretionary fee paying accounts under management within the Managed Income (75%) and Growth (25%) composites, including those no longer with the firm. Composite returns are presented net of actual management fees, include the reinvestment of all income, and is reflective of actual account trading and expenses. Investments used within accounts that make up the composite may not relate or only partially relate to the investments used going forward. Different types of investments involve varying degrees of risk, and there can be no assurance that any specific investment type will either be suitable or profitable for a client's investment portfolio. Management fees are the result of the aforementioned fee schedule information. Actual management fees incurred by clients may vary. For more information regarding fees, please consult the fee schedule set forth in the Form ADV Disclosure Brochure which is available upon request.

### Maximum Present Fee Schedule: 1.75% Annually

Hanlon Investment Management, Inc. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Hanlon Investment Management, Inc. has been independently verified for the periods January 1, 2001 through June 30, 2018. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Brokerage Growth Composite has been examined for the periods January 1, 2001 through June 30, 2018. The Brokerage Managed Income Composite has been examined for the periods October 1, 2001 through June 30, 2018. The verification and performance examination reports are available upon request. Verification does not ensure the accuracy of any specific composite presentation. The Brokerage Growth, Growth & Income, Balanced, and Managed Income Composites were created April 1, 2004. The Balanced Managed Income Composite was created on November 01, 2015.



# HANLON

INVESTMENT MANAGEMENT

	Total Firm	Managed Income Composite Assets			Annual Performance Results				
Year	Assets	U.S. Dollars	% of Firm	Number of	Net	Blended	3 Year Standard Deviation		Composite
End	(millions)	(millions)	Assets	Accounts	Composite	Benchmark	Composite	Benchmark	Dispersion
2017	985	335	34%	2978	1.03%	2.65%	3.16%	1.79%	0.37%
2016	1527	706	46%	5549	3.97%	5.09%	3.53%	1.96%	0.36%
2015	2125	1055	48%	8365	-5.51%	-1.61%	3.23%	1.85%	0.44%
2014	3303	1964	58%	13827	-1.27%	0.75%	3.56%	1.63%	0.56%
2013	4207	2183	51%	14581	3.50%	1.99%	4.01%	2.43%	0.62%
2012	3713	1688	45%	11455	10.12%	4.58%	4.92%	2.64%	0.67%
2011	3010	1106	37%	8188	0.59%	2.13%	7.24%	3.67%	0.78%
2010	2577	787	31%	5651	6.21%	4.15%	6.94%	5.48%	0.73%
2009	1400	378	27%	2542	30.28%	13.39%	6.26%	5.51%	3.90%
2008	607	105	17%	819	-0.95%	-6.74%	2.50%	4.73%	0.80%
2007	642	71	11%	550	5.52%	4.22%	2.49%	1.85%	1.50%

N.A. - Information is not statistically meaningful.

**Dispersion:** A measure of the weighted average difference in annual performance between the composite return and the returns of the individual accounts making up the composite.