

Market Overview

International stocks lagged the US over the quarter as Omicron cases spiked overseas, geopolitical turmoil roiled Europe, and new lockdowns in China all jeopardized a fragile global recovery. By region, Russia's invasion of Ukraine damaged consumer confidence and drove up energy prices across Europe. The emerging markets were hurt by tighter US monetary policy, global inflation, and severe Covid lockdowns in China. That said, some countries with greater commodity exposure, like Brazil, benefitted from rising commodity prices. Also, Japan sold off less than global peers, serving as a risk-off haven trade for the quarter. In the MSCI All Country World ex-US Index, energy, materials, and financials delivered positive returns, while technology and consumer discretionary slumped double digits.

Portfolio Overview

The Portfolio underperformed the MSCI All Country World ex-US benchmark Index over the quarter. Stock selection and country allocations drove performance results, while sector allocations were positive over the period.

Portfolio Contributors

Selection was positive among the materials and technology sectors. From a sector allocation perspective, an underweight in consumer discretionary benefitted quarterly results. By country, selection was strong across China and Switzerland. Underweight exposures in Germany and South Korea contributed to relative returns. **Gold Fields** and **Rio Tinto** were the strongest absolute contributors.

Gold Fields performed well as gold prices rose during the quarter rife with geopolitical tensions and rising inflation. The South Africa-based miner reported FY2021 normalized earnings up 6% y/y, benefitting from increased production and rising gold prices.

In addition to benefitting from rising commodity prices, **Rio Tinto** released record results for FY2021 and paid out its highest annual dividend ever of US\$10.4/share, returning US\$16.8 billion in full-year dividends to shareholders.

Over the course of three decades, NFJ Investment Group's commitment to value has remained steadfast. Our investment process – built upon the principles of Benjamin Graham, the father of value investing – has stayed true to the philosophy of the firm's founders while continuing to evolve in the hands of their successors through the integration of new technological capabilities and advanced analytics methods that enhance the research process.

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Performance Data as of March 31, 2022

Annualized Returns (%) ¹	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
NFJ International Value Wrap Composite (gross)	-6.90	-6.90	2.61	8.60	7.20	4.09	3.86
NFJ International Value Wrap Composite (net)	-7.61	-7.61	-0.42	5.40	4.05	1.02	0.80
MSCI ACWI ex-US Index	-5.44	-5.44	-1.48	7.51	6.76	5.55	4.54

¹Cumulative return over a partial year

Composite results. Individual accounts will vary. **Past performance is no guarantee of future results.** The performance shown includes historical performance information from the sub-advisor. Please see Important Information at the end of this presentation for details regarding NFJ and subadvisor performance. Performance is calculated on a total return basis, assuming reinvestment of dividends and interest. Results include accrued income as well as realized and unrealized gains and losses, but do not include the effect of taxes. Gross of fee returns show performance before the deduction of advisory and Sponsor fees (including trading and custodial fees). Net returns presented include the maximum fee associated with the portfolio (fees deducted month after each quarter end for an annual fee of 3% for equity portfolios). Actual fees will vary by client.

NFJ International Value Wrap Strategy

Portfolio Detractors

Stock picking was negative within energy and consumer discretionary during the quarter. From an allocation perspective, an overweight in technology detracted. By country, selection was negative among Russia and Hong Kong-based names. Overweight positions in Russia and China detracted. **Lukoil** and **Tencent** were the strongest absolute detractors.

Despite high-quality fundamentals, **Lukoil** was not immune to the exogenous events that negatively impacted Russian equities during the quarter. Given rising macroeconomic and geopolitical tensions, we exited the position prior to MSCI deeming Russia “uninvestable” and have no plans to purchase Russian stocks in the foreseeable future.

Fourth quarter revenue for **Tencent** missed analysts’ expectations amid increased regulatory scrutiny of China’s technology sector and weakening consumption. Management signaled greater focus on Tencent’s fintech and business services, which include its cloud business and experienced 25% y/y revenue growth for the reporting quarter.

Portfolio Specifics

Stock	Average Weight	Absolute Contribution
Contributors		
Gold Fields	2.0%	0.83%
Rio Tinto	3.6%	0.74%
Agnico Eagle Mines	1.2%	0.43%
London Stock Exchange	3.0%	0.32%
Zurich Insurance	1.9%	0.29%
Detractors		
Lukoil	1.9%	-2.76%
Tencent	3.4%	-0.62%
Headhunter Group	0.4%	-0.59%
Taiwan Semiconductor Manufacturing	4.0%	-0.51%
Thule Group	1.0%	-0.43%

Outlook

While valuations continue to favor international equities over US stocks—with the MSCI US Index trading at a remarkable 7.1x premium to the ACWI ex-U.S.—the greatest uncertainty for overseas investors so far this year has been Russia’s invasion of Ukraine. This war has been a lesson in the benefits of diversification, as well as in liquidity and continuity when buying shares in developing nations. Intrinsic value of a business’ cash flows is always important, but without investor protections or the ability to safely trade shares, Russia appears to be uninvestable at the moment. Europe’s economies were slowing prior to the war, and the recent spike in gas prices has exacerbated headwinds. For example, the price of gas in Europe is now several times that in the U.S., negatively impacting corporate margins as well as earnings growth. Longer-term, and at a more industry-specific level, the war could mean greater investment in energy, both traditional and renewable, and higher levels of defense spending.

The overall forecast for international equities calls for more volatility and market swings. Countries around the world are facing inflation, rising interest rates, central bank tightening, spiking energy prices, geopolitical uncertainty, and new Covid lockdowns in China. Bank tightening during slowing growth does not necessarily portend a recession, but it certainly could fast forward markets toward the later innings of the cycle. Much of this risk does not appear to be fully priced into global equities. In such an environment, cash returns to shareholders help defend against inflation, as well as offer greater visibility and consistency to investment returns.

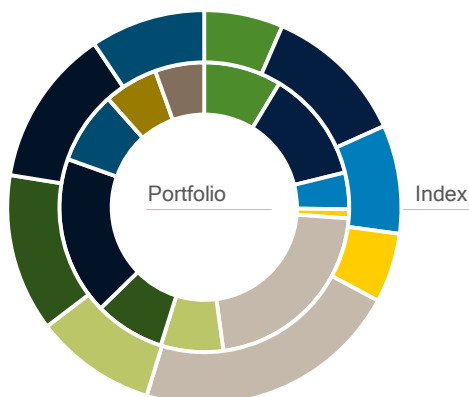
Managed accounts are available exclusively through financial professionals. Managed accounts have a minimum asset level and may not be suitable for all investors. Financial professionals seeking more information should contact their managed accounts department or call their NFJ representative. Accounts are managed by NFJ. For certain sponsor firm accounts, NFJ provides the model to the sponsor or the sponsor’s designee for discretionary implementation.

Risk Considerations: Market Volatility: Local, regional, or global events such as war, acts of terrorism, the spread of infectious illness or other public health issues, recessions, or other events could have a significant impact on the portfolio and its investments, including hampering the ability of the portfolio manager(s) to invest the portfolio’s assets as intended. **Issuer Risk:** The portfolio will be affected by factors specific to the issuers of securities and other instruments in which the portfolio invests, including actual or perceived changes in the financial condition or business prospects of such issuers. **Equity Securities:** The market price of equity securities may be adversely affected by financial market, industry, or issuer-specific events. Focus on a particular style or on small or medium-sized companies may enhance that risk.

NFJ International Value Wrap Strategy

Portfolio Statistics as of March 31, 2022

Sector Allocation (%)



	Portfolio	MSCI ACWI ex-US
Communication Services	8.5	6.1
Consumer Discretionary	12.2	11.1
Consumer Staples	4.0	8.4
Energy	1.0	5.4
Financials	21.2	20.6
Health Care	6.8	9.4
Industrials	7.7	12.2
Information Technology	17.3	12.2
Materials	7.9	8.9
Real Estate	5.9	2.5
Utilities	5.4	3.2

Characteristic	Portfolio	MSCI ACWI ex-US
Dividend Yield (trailing 1YR, %)	2.3	2.8
Dividend Growth (5YR wtd. avg, %)	18.5	7.8
Price-to-Earnings (next 12Mos.)	14.3	12.8
Price-to-Earnings (trailing 1YR)	14.0	14.1
Return on Equity (%)	22.5	15.8
Return on Assets (%)	9.3	6.7
Earnings Growth (trailing 3YR avg.)	17.5	10.1
Earnings Growth (trailing 5YR avg.)	21.0	9.4
Market Cap (weighted avg., \$ bn)	118.5	73.1
Number of Holdings	60	2,312

Top Ten Positions

Top Ten Positions	Portfolio Weight (%)
Taiwan Semiconductor Manufacturing	3.9
China Merchants Bank	3.9
Tencent	3.8
Nintendo	3.5
Rio Tinto	3.5
HDFC Bank	3.5
Broadcom	2.9
Roche Holding	2.9
London Stock Exchange	2.9
ASML Holding	2.5
TOTAL	31.3

Region Allocation (%)

	Portfolio	MSCI ACWI ex-US		Portfolio	MSCI ACWI ex-US
Asia/Pacific ex-Japan	8.8	11.6	Japan	13.8	14.1
Emerging Markets	25.0	25.0	North America	8.3	8.3
Europe ex-UK	33.2	31.4	UK	8.6	9.6

The information is historical and may not reflect current or future characteristics and may vary among individual accounts depending on a variety of factors, including portfolio size, specific investment guidelines and inception dates of individual accounts. Certain projected characteristics (such as the forward P/E ratio) of the model portfolio and indices shown have been estimated in this material. Estimated data reflect subjective judgments and assumptions and unexpected events may occur. Therefore, there can be no assurance that developments will transpire as forecasted. **P/E** is a ratio of security price to earnings per share. Typically, an undervalued security is characterized by a low P/E ratio, while an overvalued security is characterized by a high P/E ratio. The forward P/E ratio shown uses funds from operations, instead of earnings, for REITs. **Return on Equity (ROE)** is a measure of a corporation's profitability, calculated as net income divided by shareholder equity. It is an indication of how well the firm used reinvested earnings to generate additional earnings. **Portfolio Information:** All portfolio statistics represent a model portfolio of this strategy currently managed by NFJ. Individual account holdings will vary depending on the size of an account, cash flows, and account restrictions. These statistics are representative of how the portfolios in the composite are invested as of the indicated date. Portfolio holdings are subject to change daily. This material is not an offer or solicitation for the purchase or sale of any financial instrument. It is presented only to provide information on investment strategies and opportunities. Statements concerning financial market trends are based on assessments of current market conditions, which will fluctuate. References to specific securities and issuers are for illustrative purposes only and are not intended to be, and should not be interpreted as, recommendations to purchase or sell such securities. The information presented in this material has been developed internally and/or obtained from sources which NFJ believes to be reliable; however we do not guarantee the accuracy, adequacy or completeness of such information nor do we guarantee the appropriateness of any strategy referred to for any particular investor. **Past performance is not indicative of future results.** Source: Virtus Performance & Analytics, Factset.

NFJ International Value Wrap Strategy

Schedule of composite performance results as of December 31, 2021

Year	Composite Return Gross (%)	Composite Return Net (%)	MSCI ACWI Ex-US Index Returns (%)	Composite 3-Yr St. Dev. (%)	Benchmark 3-Yr St. Dev. (%)	Internal Dispersion	# of Portfolios in the Composite at Period End	Composite Total Assets at Period End (USD \$ M)	Total Firm Assets (USD \$ M)
2021	16.3	12.9	7.8	17.1	16.8	0.3	171	63	5,923
2020	8.5	5.3	10.7	18.3	17.9	0.5	227	71	*
2019	21.7	18.2	21.5	12.2	11.3	0.2	314	95	*
2018	-14.0	-16.6	-14.2	11.7	11.4	0.3	422	117	*
2017	22.6	19.0	27.2	12.5	11.9	0.3	690	244	*
2016	-3.8	-6.7	4.5	13.2	12.5	0.4	846	246	*
2015	-11.3	-13.9	-5.7	12.7	12.1	0.5	1,654	652	*
2014	-3.7	-6.6	-3.9	12.9	12.8	0.4	2,467	1,113	*
2013	12.5	9.2	15.3	15.8	16.2	0.6	3,052	1,367	*
2012	20.8	17.3	16.8	-	-	0.9	3,038	1,148	*

*Prior to February 1, 2021, NFJ was part of Allianz Global Investors LLC.

The Firm: The firm is defined as NFJ Investment Group, LLC ("NFJ"), a Registered Investment Advisor with the SEC. NFJ is an affiliated investment manager of Virtus Investment Partners, Inc. ("Virtus"). NFJ was founded in February 1989 with funding from Pacific Financial Asset Management Corp ("PFAMCo"). In 1994 PFAMCo merged with Thomson Advisory Group LP and became PIMCO Advisors. In 2000 Allianz AG acquired PIMCO Advisors, including NFJ. In 2010, Allianz Global Investors US LLC was formed, including NFJ. In July 2017 NFJ rolled up their RIA designation within Allianz Global Investors US LLC. At this time NFJ became a division of Allianz Global Investors LLC ("AllianzGI") and was no longer independently registered with the SEC. Effective February 1, 2021, in connection with a strategic partnership between Virtus and AllianzGI, NFJ moved from AllianzGI and registered with the SEC as a newly established investment advisory subsidiary of Virtus. The firm definition includes all investment portfolios managed directly or indirectly by NFJ including institutional, pooled fund and wrap fee accounts.

NFJ claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. NFJ has been independently verified for the periods February 1, 2021 to March 31, 2021. 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. The verification reports are available upon request.

GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

The Composite: The NFJ International Value Wrap Composite (the "Composite") consists of portfolios that invest in a diversified group of international stocks considered to have attractive valuations and return value to shareholders. As of January 1, 2018, the investable universe was redefined to consist of non-US securities with a market capitalization generally greater than \$1B at purchase. The strategy can invest in ADRs traded in the U.S. The Composite was created February 1, 2021 and has a performance inception date of January 1, 2011. Composite performance is linked to composite performance generated at a prior firm for all periods prior to the composite creation date. The Composite includes all discretionary wrap fee portfolios with comparable investment objectives and risks, managed by NFJ for at least one full month. The Composite can include both tax-exempt and taxable accounts. No leverage has been used in the accounts included in the Composite. The Composite includes only wrap fee accounts.

A list of composite descriptions is available upon request. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

Portfolio Returns: Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses reinvestment of dividends and other earnings. Performance results are expressed in U.S. dollars. Returns are presented gross and net of fees. Gross of fees performance results are "pure" gross and are provided as supplemental information, as results have not been reduced by advisory and sponsor fees (including trading and custodial fees). Net of fee returns have been reduced by the highest applicable managed account fee of 3.00% applied on a quarterly basis. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

Fees: The managed account fee is a bundled fee (3.00%) inclusive of advisory, trading, custodial and administrative fees. There are no fees charged to clients at the commingled level; sponsor and advisory fees apply to the account as a whole. Actual fees incurred by client accounts may vary. Individual results may vary as a result of market conditions, trading costs and other factors, which may be unique to each account. NFJ's compensation from the Program Sponsors vary, but it is generally between 0.33% and 0.50% of assets under management.

Index: The MSCI All Country World (ACWI) Ex-US Index (Net) measures the equity market performance of the developed and emerging markets, excluding the United States. The MSCI ACWI Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets. The index is calculated on a total return basis with net dividends reinvested. Although NFJ is a value investor, the broader ex-U.S. index provides a more accurate benchmark because it is more diversified. Based on client mandates our selection universe is primarily composed of ADR's (American Depositary Receipts) which provide U.S. based investors with a liquid way to own and invest in a diversified basket of foreign stocks. This unmanaged market index is provided to represent the investment environment existing during the time periods shown. The index is referred to for comparative purposes only and is not intended to parallel the risk or investment style of the portfolios in the Composite. The returns for this unmanaged index do not include any transaction costs, management fees or other costs. An investor may not invest directly in any index. All returns presented are calculated using U.S. dollars. The portfolios within this composite may and do invest in non-benchmark securities. Further information is available upon request.

The three-year annualized standard deviations for the composite and the benchmark are not presented as of year-end 2012 because 36 months of composite returns are not available.

Internal Dispersion: The internal dispersion statistic is the asset weighted standard deviation calculation using beginning of period market values and pure gross of fee performance returns for the portfolios in the composite for the full period. For periods where there were 5 or fewer portfolios in the composite for the full period the internal dispersion statistic is not meaningful and is shown as "N/A". **Past performance is not indicative of future results.**