

Market Overview

International stocks extended their fourth quarter gains into the first months of 2023, with developed market equities largely outpacing EM. Europe ex-UK equities boasted the strongest returns, as the European Union economy grew faster than the U.S. or China in 2022. In the MSCI All Country World ex-U.S. Index, three sectors led with double-digit gains—technology, consumer discretionary, and communication services. In contrast, real estate and energy sunk into negative territory, followed by weakness from financials and utilities.

Portfolio Overview

The NFJ International Value Wrap Strategy outperformed the MSCI All Country World ex-U.S. benchmark Index over the quarter. Robust stock selection drove performance results, though country and sector allocations also contributed over the period.

Portfolio Contributors

Stock selection was positive across nine of eleven GICS sectors, led by robust gains in the technology and consumer discretionary sectors. Sector allocations were positive across nine of eleven GICS sectors over the quarter. Being overweight the best-performing sector in the Index—technology—contributed the most to relative returns. By country, selection was strong across the Netherlands, Japan, and the UK. Overweight exposures in Germany and Ireland also contributed to relative returns. **ASML** and **Taiwan Semiconductor Manufacturing** were the strongest absolute contributors.

Netherlands-based semiconductor equipment company **ASML** beat fourth quarter earnings and net profit estimates. Management expects to report more than 25% sales growth in FY2023, despite uncertainty in the semi space, as the “strategic nature” of the company’s extreme ultraviolet lithography machines continues to buoy demand.

Fourth quarter profit for **Taiwan Semiconductor Manufacturing**, the world’s largest contract chip manufacturer, surpassed analyst estimates and FY2022 was its best year on record. Management has plans to build

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.

INVESTMENT TEAM

R. Burns McKinney, CFA

Managing Director,
Co-Lead Senior Portfolio Manager/Analyst

J. Garth Reilly

Managing Director,
Co-Lead Senior Portfolio Manager/Analyst

John R. Mowrey, CFA

Executive Managing Director,
Chief Investment Officer,
Senior Portfolio Manager/Analyst

Thomas W. Oliver, CFA, CPA

Managing Director,
Senior Portfolio Manager/Analyst

Performance Data as of March 31, 2023

Annualized Returns (%) ¹	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
NFJ International Value Wrap Composite (gross)	10.56	10.56	-3.30	13.98	3.83	2.62	3.26
NFJ International Value Wrap Composite (net)	9.76	9.76	-6.18	10.64	0.76	-0.41	0.21
MSCI ACWI ex-US Index	6.87	6.87	-5.07	11.80	2.47	4.17	3.72

1. Annualized for periods greater than one year.

Composite inception January 1, 2011. 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 Contributors, cont.

manufacturing facilities in southern Japan and Arizona to help meet future chip demand.

Top Absolute Contributors	Avg Weight (%)
ASML	4.3
Taiwan Semiconductor Manufacturing	4.0
Tencent	4.2
ASM International	1.8
KION Group	1.8

Portfolio Detractors

Stock picking was negative in real estate and energy, while an overweight in real estate modestly detracted. By country, selection was negative among China, Germany, and France-based names. Overweight positions in China and Hong Kong also detracted. **Vonovia** and **China Merchants Bank** were the strongest absolute detractors.

Real estate was the weakest performing sector in the benchmark Index, dragging down shares of **Vonovia**. Though the German-based apartment REIT posted a net loss for 2022, in spite of higher operational profitability, management issued an upbeat outlook for 2023.

An economic slowdown and fears of declining real estate valuations negatively impacted Chinese banks, including **China Merchants Bank**, which has less real estate exposure than many of its peers. Also, China Merchants reported strong deposit growth in Q4 and 2022 preliminary earnings that beat estimates.

Top Absolute Detractors	Avg Weight (%)
Vonovia	2.7
China Merchants Bank	4.1
Longfor Group	1.9
MonotaRO	0.5
HDFC Bank	3.2

Outlook

The relationship between the U.S. and China is an increasingly important one for today's investors to monitor. While China has flexed its muscles with respect to Hong Kong and Taiwan, as well as the "balloon-gate" violation of U.S. airspace, the U.S. has implemented rules to limit China's technology advancement. This dynamic may be a positive for certain industries, such as aerospace and defense. It also may signal the reversal of globalization and advent of nearshoring of supply chains, which could have a long-term inflationary effect that investors should take into account.

Also of note, China's policymakers have removed many hindrances to economic growth, including the removal of the zero-COVID policy, the slowing of regulatory restrictions on tech companies, and pledging support for faltering developers and construction industries. Perhaps more importantly, China's share of the global economy has passed that of the U.S. on a purchasing power parity basis, and Chinese equity earnings continue to post outsized growth. Despite these potentially positive catalysts, China currently trades below its historical average multiples and at steeper than usual discounts to the global and EM indices.

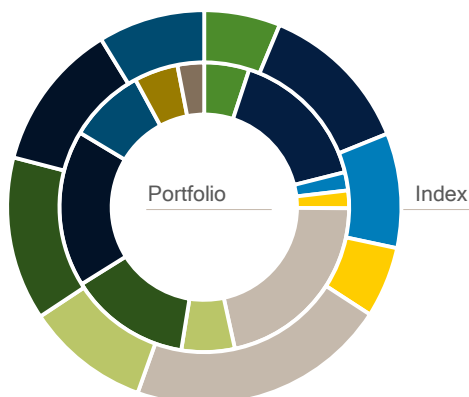
We continue to see impressive investment opportunities outside of the United States. The S&P 500® Index has outperformed the MSCI ACWI ex-U.S. Index since the 2007-2008 global financial crisis. However, the tide may have begun to shift last year when the Federal Reserve hiked interest rates more aggressively than overseas central banks in efforts to tamp down inflation. Further, many headwinds for international stocks have turned into tailwinds, from Europe's potential energy crisis failing to materialize to China reopening its economy. Yet U.S. stocks, as measured by the S&P 500, are valued at more than 18 times earnings, while the MSCI ACWI ex-U.S. Index trades at 12.5 times earnings, representing a premium for U.S. equities not seen since the dot-com bubble over 20 years ago. The last time international stocks were this cheap relative to the U.S. presented a decade-long investment opportunity, and a similar situation could be shaping up for investors today.

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:** The value of the securities in the portfolio may go up or down in response to the prospects of individual companies and/or general economic conditions. Local, regional, or global events such as war, terrorism, pandemic, or recession could impact the portfolio, including hampering the ability of the portfolio's manager(s) to invest its 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, medium, or large-sized companies may enhance that risk. **Foreign & Emerging Markets:** Investing in foreign securities, especially in emerging markets, subjects the portfolio to additional risks such as increased volatility, currency fluctuations, less liquidity, and political, regulatory, economic, and market risk.

NFJ International Value Wrap Strategy

Portfolio Statistics as of March 31, 2023

Sector Allocation (%)



	Portfolio	MSCI ACWI ex-US
Communication Services	4.9	5.9
Consumer Discretionary	15.7	12.0
Consumer Staples	2.0	8.9
Energy	1.9	5.5
Financials	21.0	20.2
Health Care	5.8	9.6
Industrials	13.2	12.7
Information Technology	17.1	11.5
Materials	8.3	8.3
Real Estate	4.8	2.1
Utilities	2.9	3.2

Characteristic	Portfolio	MSCI ACWI ex-US
Price-to-Earnings (next 12Mos.)	13.3x	12.5x
Price-to-Earnings (trailing 1YR)	15.0x	14.2x
Dividend Yield (trailing 1YR, %)	2.6	3.2
Dividend Growth (5YR wtd. avg, %)	14.1	7.0
Return on Equity (%)	16.7	11.9
Return on Assets (%)	8.7	6.9
Earnings Growth (trailing 3YR avg.)	19.6	12.3
Earnings Growth (trailing 5YR avg.)	14.3	9.6
Market Cap (weighted avg., \$ bn)	99.2	69.4
Number of Holdings	61	2,262

Top Ten Positions

Top Ten Positions	Portfolio Weight (%)
Taiwan Semiconductor Manufacturing	3.9
Techtronic Industries	3.9
Tencent	3.9
China Merchants Bank	3.9
ASML	3.9
HDFC Bank	3.5
Dechra Pharmaceuticals	2.9
London Stock Exchange	2.9
Vonovia	2.9
Ping An Insurance	2.4
TOTAL	34.1

Region Allocation (%)

	Portfolio	MSCI ACWI ex-US		Portfolio	MSCI ACWI ex-US
Asia/Pacific ex-Japan	5.0	8.3	Japan	10.0	13.9
Emerging Markets	25.5	26.9	North America	8.0	7.5
Europe ex-UK	40.5	34.1	UK	10.9	9.3

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 GIPS Composite Report

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.**