



# Dynamic Fixed Income ETF Advantage

## ETF Only Separate Account Portfolio

### Fixed Income Solution

Dynamic Fixed Income ETF Advantage as of 6/30/2025

Inception Date: 1/1/2014

Investment Objective

Seeks total return that aims provide current income to the portfolio through investments in fixed income securities.

Composite Benchmark

100% Bloomberg US Aggregate Bond Index TR

Avg. Time Horizon

2 - 3 Years

Product Description

Dynamic Fixed Income ETF Advantage seeks to provide current income to the portfolio primarily through investments in fixed income securities.

The portfolio's 2-3 year investment horizon typically results in a significant percentage of portfolio assets allocated to relatively lower risk fixed income investments, enhanced by allocations to higher risk fixed income assets with higher yields and some long-term return potential. The specific mix between lower risk and higher risk fixed income assets is determined through RiverFront's Price Matters® framework, which allocates more to higher volatility assets when yields are relatively high and reduces these allocations when yields are less attractive to us on a long-term basis.

Tactical strategies typically seek to add value by shifting the portfolio among fixed income asset classes based upon the shorter term momentum in their economic fundamentals, market conditions and technical pricing movements. The relatively short 2-3 year time horizon of this portfolio, however, dictates that short-term, defensive measures may need to be emphasized in order to protect portfolio values.

Portfolio Risk

All investments in securities, including this portfolio, include a risk of loss of the amount invested and any profits that have not been realized. Performance of any investment is not guaranteed. Markets fluctuate substantially over time, and have experienced increased volatility in recent years due to global and economic events. Fixed income securities also carry inflation risk, liquidity risk, call risk and credit and default risks for both issuers and counterparties. In a rising interest rate environment, the value of fixed-income securities generally declines. Diversification does not guarantee a profit or protect against a loss. Please see the end of this publication for more disclosures.

Investor Outcome

Distribute - More Conservative

Goal : Spend | Outcome : Income

Income is an important part of providing a distribution in retirement as is reducing volatility. Dynamic Fixed Income ETF Advantage seeks income for the portfolio as is available from the bond market and to reduce overall volatility.

Key: XX/YY = %Equities / %Fixed Income

Highest Equity Allocation 10% / 90%

Current Allocation: 0% / 100%  
Benchmark: 0% / 100%

Defensive Allocation 0% / 100%

(Fixed Income Includes Cash & Cash Equivalents)

The Asset Allocation chart at the top right of the page shows the potential ranges of equities to fixed income ratios for the strategy. Cash/ cash equivalents are included in the weighting for fixed income. The dark line in the middle indicates the composite benchmark weighting of equities to fixed income for each strategy. The ratio in the light blue box is the equities to fixed income weighting as of the date shown and is subject to change. Strategies seeking higher returns and thereby greater allocations to equities will also carry higher risks and be subject to a greater degree of market volatility.



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#### Important Disclosure Information:

Opinions expressed are current as of the date shown and are subject to change

An investment cannot be made directly in an index.

This report does not provide recipients with information or advice that is sufficient on which to base an investment decision. This report does not take into account the specific investment objectives, financial situation or need of any particular client and may not be suitable for all types of investors. Recipients should consider the contents of this report as a single factor in making an investment decision. Additional fundamental and other analyses would be required to make an investment decision about any individual security identified in this report.

Portfolio weightings and statistics are based on RiverFront's Separately Managed Accounts (SMA) and are not calculated or derived from any Unified Managed Account (UMA) or Model Delivery Platform (MDP). There will be performance differences between UMA/MDP and SMA models as a result of RiverFront's lack of trading discretion over the UMA/MDP models and any other restrictions imposed by the UMA/MDP.

Information or data shown or used in this material was received from sources believed to be reliable, but accuracy is not guaranteed.

For each outcome category (accumulate, sustain and distribute) RiverFront's portfolio management team has assigned one or more RiverFront product(s) based on their assessment of the product's investment objective as it relates to a typical client's return and risk objectives when seeking investment outcomes of accumulating wealth, sustaining wealth and distributing wealth. The team has also designated RiverFront product alternatives for those clients looking to take more or less risk with the outcome category. The 'more aggressive' (or more risk) alternatives will generally have greater equity and international exposure as well as longer time horizon targets, while those designated as 'more conservative' (or less risk) will have fewer equities, a lower exposure to international and shorter time horizon targets. Since the risk assessments are dependent on the outcome category selected, RiverFront products may fall in multiple categories. All investments carry a risk of loss and there is no guarantee that an investment product or strategy will meet its stated objectives.

#### COMPOSITE CHARACTERISTICS:

The ETF Dynamic Fixed Income Composite (Composite) was created on January 1, 2014. The Composite Benchmark is the Bloomberg US Aggregate Bond Index TR, which is an unmanaged index that covers the investment grade fixed rate bond market with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

The ETF Dynamic Fixed Income composite is designed for investors seeking a total

return (interest income and potential price appreciation) that aims to outpace the Bloomberg US Aggregate Bond Index while investing in a diversified portfolio of income-oriented ETFs and closed-end funds (CEFs). In an attempt to outperform its benchmark, the portfolio managers will employ a combination of investment strategies such as sector rotation, yield curve and interest rate anticipation, and security selection, depending upon market conditions. The portfolio may invest in a wide variety of income oriented ETPs and CEFs including Treasuries, Corporate Bonds, Agencies, Mortgage Backed Securities (MBS), Convertible Bonds, High Yield Bonds, Emerging Market Bonds, Foreign Bonds/Currencies, Preferred Securities, Floating Rate Securities and Asset Backed Securities (ABS).

#### PRINCIPAL RISKS:

Stocks represent partial ownership of a corporation. If the corporation does well, its value increases, and investors share in the appreciation. However, if it goes bankrupt, or performs poorly, investors can lose their entire initial investment (i.e., the stock price can go to zero). Bonds represent a loan made by an investor to a corporation or government. As such, the investor gets a guaranteed interest rate for a specific period of time and expects to get their original investment back at the end of that time period, along with the interest earned. Investment risk is repayment of the principal (amount invested). In the event of a bankruptcy or other corporate disruption, bonds are senior to stocks. Investors should be aware of these differences prior to investing.

In a rising interest rate environment, the value of fixed-income securities generally declines.

High-yield securities (including junk bonds) are subject to greater risk of loss of principal and interest, including default risk, than higher-rated securities.

Dividends are not guaranteed and are subject to change or elimination.

ETFs are subject to substantially the same risks as those associated with the direct ownership of the underlying securities owned by the ETF. Additionally, the value of the investment will fluctuate in response to the performance of the underlying index or securities. ETFs typically charge and/or incur fees in addition to those fees charged by RiverFront. Therefore, investments in ETFs will result in the layering of expenses.

#### DEFINITIONS:

RiverFront's Price Matters® discipline compares inflation-adjusted current prices relative to their long-term trend to help identify extremes in valuation.

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