Retirement Plan Services

Helping Plan Sponsors Address Participants' Retirement Goals

MORNINGSTAR®

For General Public Use.

We understand how large a role plan sponsors can play in employees' retirement journey. With the support of your financial advisor, we're dedicated to providing model portfolios that can help participants take steps toward achieving the retirement they want.

That's why each managed portfolio we offer is built for the long term, managed with a keen eye on risk, and aligned with the goal of helping investors achieve their retirement goals.

What's a Managed Portfolio?

A model portfolio of investments that work together to help meet a specific objective at a targeted level of risk. They're built by our team of investment professionals, who monitor them carefully and decide what to buy and sell. The result is principled, consistent, valuation-driven asset management, provided in an easy-to-understand and simple-to-use retirement plan option.

How Managed Portfolios Work

Our valuation-driven portfolio construction focuses on one central idea: We seek to find fair value in fundamentally strong but underpriced investments. Our investment process starts with data and analysis from Morningstar, Inc. and its subsidiaries. We use this to estimate fair values of assets. Then we compare our fair value estimates to current prices to find assets we believe are underpriced.

What about selling high? At Morningstar Investment Management, we look to sell assets before they become overvalued. That's because overvalued assets have less room to grow and more room to fall.

Our Principles

- We put investors first
- We're independent-minded
- We invest for the long term
- We're valuation-driven investors
- We take a fundamental approach
- We strive to minimize costs
- We build portfolios holistically

How We Choose Managers

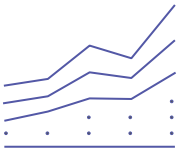
Shared Commitment

When our portfolio managers meet with investment managers, we ask the tough questions so we can understand the people behind the investments selected for our portfolios. We strive to build portfolios that are run by talented teams who are also good stewards of investors' money. Our search often leads us to specialized managers who share our commitment and investments that adhere to our strict discipline.

Working With Investors in Mind

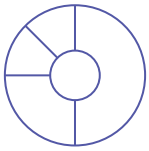
We believe this research puts us in a better position to help investors achieve retirement goals. We put our highest-confidence ideas into portfolios.

Building Holistic Portfolios



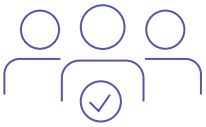
In-Depth Valuation Analysis

We analyze capital markets with a valuation lens to find ways we can get more than we'll pay for, and gauge market sentiment to help ensure we're taking a contrarian look at markets.



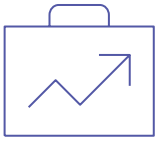
Develop Asset Class Views

Our asset allocation best thinking stems from valuation-based opportunities in bond markets.



Investment Selection

Our manager research team meets personally with managers to evaluate their investment styles using a five-pillar system to identify the most appropriate strategies to include in our portfolios.

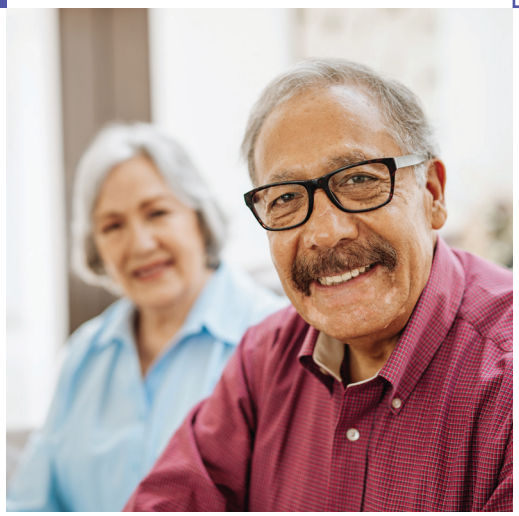


Portfolio Construction

When building portfolios, we look at the whole picture. Considering different characteristics of investments may lead us to adjust our asset class thinking as we bring pieces together into a portfolio.

Ongoing Monitoring

As markets change, so do our portfolios. Our investment team monitors them each day to stay well-positioned and risk-aware through the market's ups and downs.



MORNINGSTAR®

22 West Washington Street
Chicago
Illinois 60602 USA

+1 877 626–3227
mp.morningstar.com
mp@morningstar.com

©2022 Morningstar® Managed Portfolios℠ are offered by the entities within Morningstar's Investment Management group, which includes subsidiaries of Morningstar, Inc. that are authorized in the appropriate jurisdiction to provide consulting or advisory services in North America, Europe, Asia, Australia, and Africa. In the United States, Morningstar Managed Portfolios are offered by Morningstar Investment Services LLC or Morningstar Investment Management LLC, both registered investment advisers, as part of a discretionary investment advisory service or as model portfolios to third-party advisory programs on a discretionary or non-discretionary basis.

Morningstar Managed Portfolios offered by Morningstar Investment Services LLC or Morningstar Investment Management LLC are intended for citizens or legal residents of the United States or its territories and can only be offered by a registered investment adviser or investment adviser representative.

Portfolio construction and ongoing monitoring and maintenance of the portfolios within the Program is provided on Morningstar Investment Services' behalf by Morningstar Investment Management LLC, a registered investment adviser and subsidiary of Morningstar, Inc.

Investment research is produced and issued by subsidiaries of Morningstar, Inc. including, but not limited to, Morningstar Research Services LLC, registered with and governed by the U.S. Securities and Exchange Commission.

The information, data, analyses and opinions presented herein do not constitute investment advice; are provided solely for informational purposes and therefore are not an offer to buy or sell a security; and are not warranted to be correct, complete or accurate. The opinions expressed are those of the author, are as of the date written, and are subject to change without notice. Except as otherwise required by law, Morningstar Investment Management shall not be responsible for any trading decisions, damages or other losses resulting from, or related to, the information, data, analyses or opinions or their use.

Past performance is not a guarantee of future results.

All investments involve risk, including the loss of principal. There can be no assurance that any financial strategy will be successful. Morningstar Investment Management does not guarantee that the results of their advice, recommendations or objectives of a strategy will be achieved. Neither asset allocation nor diversification guarantee future results.

This document contains certain forward-looking statements. We use words such as "expects", "anticipates", "believes", "estimates", "forecasts", and similar expressions to identify forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results to differ materially and/or substantially from any future results, performance or achievements expressed or implied by those projected in the forward-looking statements for any reason.

Morningstar Categories are a proprietary Morningstar data point. While the investment objective stated in a fund's prospectus may or may not reflect how the fund actually invests, the Morningstar category is assigned based on the underlying securities in each portfolio. Morningstar categories help investors and investment professionals make meaningful comparisons between funds. The categories make it easier to build well-diversified portfolios, assess potential risk, and identify top-performing funds. We place funds in a given category based on their portfolio statistics and compositions over the past three years. If the fund is new and has no portfolio history, we estimate where it will fall before giving it a more permanent category assignment. When necessary, we may change a category assignment based on recent changes to the portfolio. MIMCOMP-10618. 11/2022.