

ACCLIVITY SMALL CAP VALUE

Diversified by *Syntax*

The strategy’s objective is to seek long-term capital appreciation. It aims to deliver excess returns within the small capitalization value segment of the U.S. equity market. This is achieved by systematically exploiting academically rooted, empirically tested equity premia while maintaining broad diversification within and across industries.

OUR ADVANTAGES

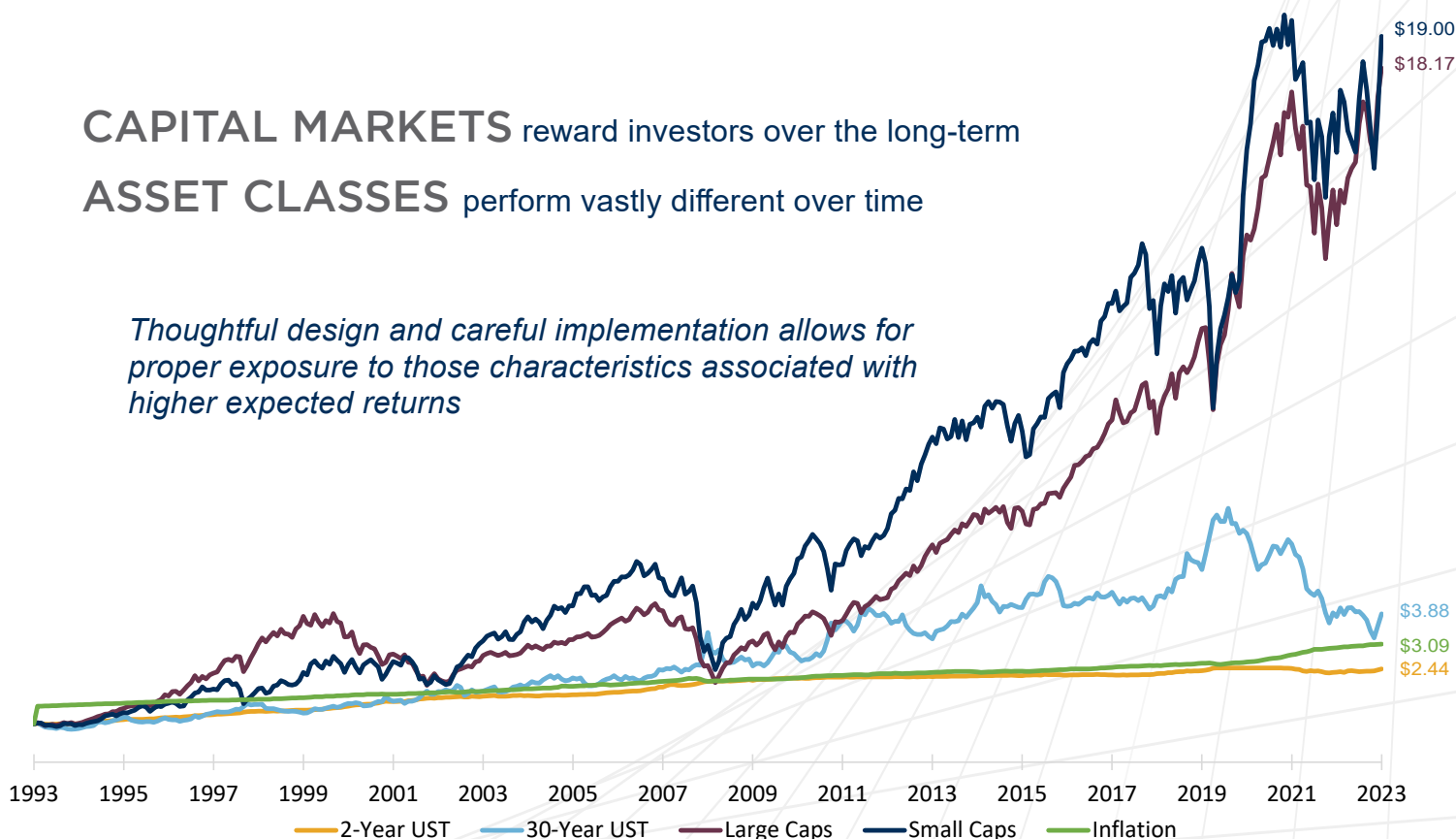
Rules-Based Approach, based on decades of financial research

Targeted Exposure, refining the equity universe to capture excess returns

Efficient Implementation, flexible and uncompromised by capacity constraints

CAPITAL MARKETS reward investors over the long-term
ASSET CLASSES perform vastly different over time

Thoughtful design and careful implementation allows for proper exposure to those characteristics associated with higher expected returns

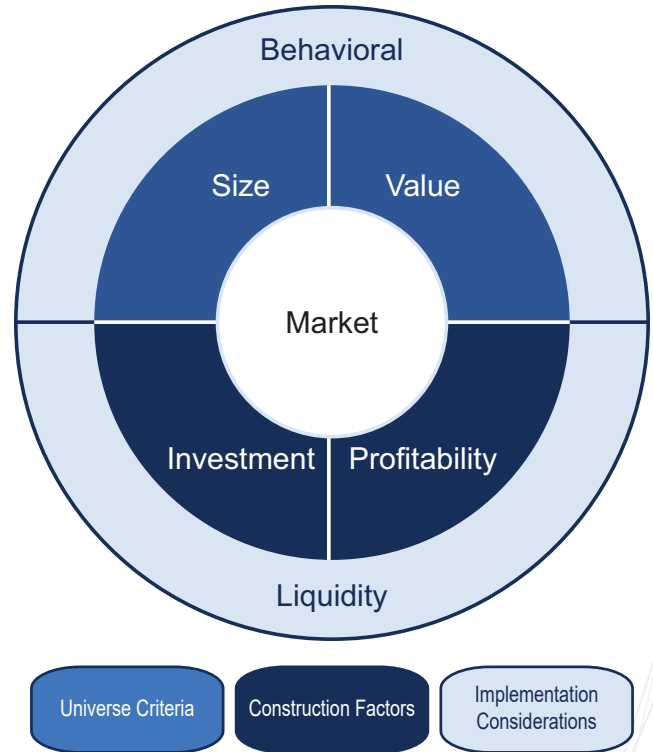


EVIDENCE-BASED INVESTING

TARGETING HIGHER EXPECTED RETURNS

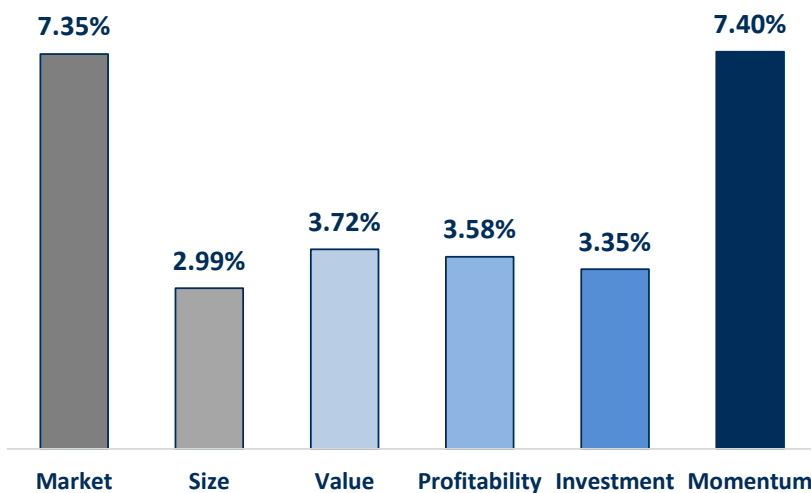
Academic Research underpins all aspects of our integrated investment approach

- **Market Information:** Security prices and characteristics convey valuable information about future returns
- **Portfolio Design:** Careful engineering to balance the trade-offs between competing for factor premia and diversification
- **Implementation:** Flexibility and agility around execution aiming to avoid market frictions and costs



PROVEN APPROACH

CHARACTERISTICS DRIVE RESULTS



Decades of financial research provides valuable insights about the drivers of higher expected returns

Investors may benefit over the long term from adding targeted premia exposure to their portfolios

Disclosure: Acclivity Investment Research uses annual data between 1964 and 2023 from Kenneth R. French Data Library. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns might be lower. Past Performance is no guarantee of future returns. Please refer to disclosure for full factor definitions.

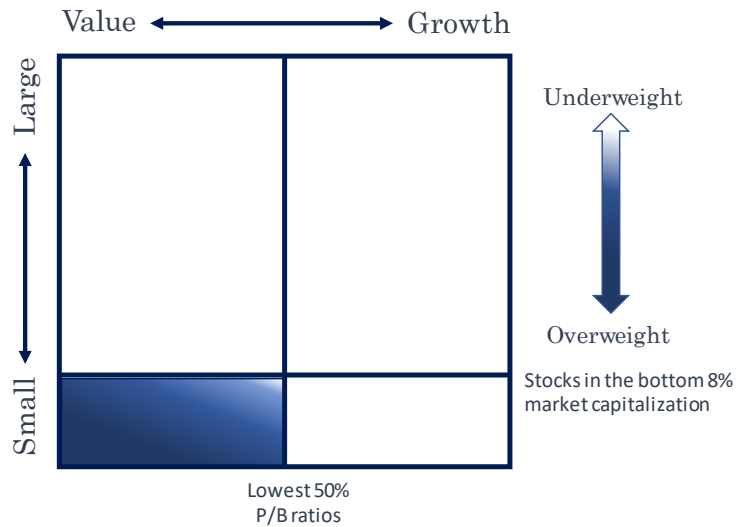
SMALL CAP VALUE STRATEGY FOCUS

Focused Exposures

- Small Caps
- Low Relative Price
- High Profitability
- Conservative Investment
- Positive Momentum

Diversification Across

- Securities
- Sectors
- Premiums



WINNING BY AVOIDING LOSERS

STRATEGY EXCLUSIONS, PURIFYING PREMIUM EXPOSURE

Information Asymmetry

- M&A and IPOs
- Liquidity Concerns

Negative Sentiment

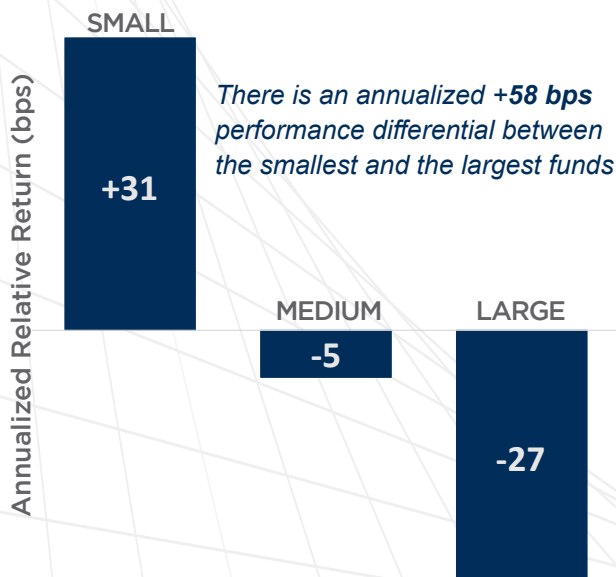
- Negative Momentum
- Excessive Short Selling

Regulatory Constraints

- Real Estate Investment Trusts
- Highly Regulated Companies

SIZE MATTERS FOR PROPER IMPLEMENTATION

SMALL-CAP FUND ASSETS SIZE



Evidence suggests that small funds outperform large funds in less liquid areas of the equity market

Consistent with capacity constraints, large funds tend to exhibit style drift and reduced turnover

Proper fund size may allow for more efficient implementation and thus better performance

SOURCE: Acclivity Investment Research research using Morningstar data from 12/31/1993 to 12/31/2023. Returns are relative to the respective Morningstar Category peer group performance. For more information, please see Important Notes on page 4.

ACCLIVITY INVESTMENT RESEARCH

OVERVIEW

Acclivity Investment Research (AIR) is the factor-based investing division of Innealta Capital, a quantitative asset management firm based out of Austin, Texas. Innealta Capital's investment solutions range from dynamic multi-asset allocation portfolios to factor-based solutions.

AIR provides investors with academically rooted, empirically proven investment solutions within U.S. equities. These strategies aim to provide higher expected returns by focusing on less crowded segments within the market. Our unique infrastructure allows us to be agile and cost-effective in capturing factor premiums.



acclivity noun

ac·cliv·i·ty | \ ə- 'kli-və-tē

plural acclivities

Definition: an ascending slope

Synonyms: ascent, elevate, rise, upgrade

IMPORTANT NOTES

Innealta Capital, LLC is a Registered Investment Advisor to individually managed client accounts and certain mutual funds. The firm only transacts business in states where it is properly registered or exempt from registration. Registration of an investment adviser does not imply any certain level of skill or training.

Investing involves risk, principal loss is possible, and there can be no assurance that investment objectives will be achieved. Past performance is not indicative of future results. The principal risks of investing in the Small Cap Value Strategy are market risks, equities securities risks, limited operating risks, management risks, value investing risks, and small-sized companies risks. Small capitalization companies' earnings and prospects are more volatile than large companies and may experience higher failure rates. Further, Value investing is subject to the risk that a company's intrinsic value may never be fully realized by the market or that a company judged by the advisor to be undervalued may actually be appropriately priced. For more information on the risks associated with this strategy, please refer to Innealta Capital's Form ADV Part 2A.

For the "Capital Markets" chart: Small Caps refers to MSCI USA SMALL CAP 1750 GR INDEX (USD), Large Caps refers to MSCI US LARGE CAP 300 GR INDEX (USD), 2-Year US Tsy refers to Bloomberg US Trsy Bellwethers 2Y TR USD, 30-Year US Tsy refers to Bloomberg US Trsy Bellwethers 30Y TR USD, and Inflation refers to US Personal Consumption Expenditure Core Price Index MoM SA.

Analytics are presented for informational purposes only and do not constitute an offer or recommendation to buy or sell securities or to engage an investment manager. It is not possible to directly invest in an index, and market indices included are a general source of information and may not be the designated benchmark to evaluate an investment's performance. Such benchmarks and market indices are unmanaged, assume reinvestment of income, do not reflect the impact of any trading commissions and costs, management, and incentive fees, and have limitations when used for comparison or other purposes because they, among other reasons, may have a different trading strategy, volatility, credit, or other material characteristics (such as limitations on the number and types of securities or instruments). No representation is made that any benchmark or index is an appropriate measure of comparison. Comparison to an index does not imply that the strategy will be constructed in the same way as the index or achieve returns, volatility, or other results similar to the index. Potential or current clients or investors should not conclude that the strategy will or will not be correlated with any such index (including those purporting to represent the trading strategies to be implemented by such product). The comparison of indices in general, and to individual managed products in particular, are subject to material inherent limitations.

For the "Proven Approach" chart, Market, Size, Value, Profitability, and Investment Premiums sourced from Fama, Eugene F., and Kenneth R. French. "A five-factor asset pricing model." Journal of financial economics 116, no. 1 (2015): 1-22. Momentum Premium sourced from Barroso, Pedro, and Pedro Santa-Clara. "Momentum has its moments." Journal of Financial Economics 116, no. 1 (2015): 111-120.

The "Size Matters" chart refers to Innealta Capital research using Morningstar data for US Small Cap funds from 01/01/1994 to 12/31/2023. The sample used excludes: index funds, fund size smaller than 1 million USD, funds with less than 12 months of return data and funds on average have more than 50% weight in top 10 holdings. The sample includes liquidated funds. The analysis is robust to alternative specifications and thresholds. The Morningstar Category peer groups are US Fund Small Cap Value, US Fund Small Cap Blend, and US Fund Small Cap Growth. The full research can be provided upon request.

This material is for informational purposes and is intended to be used for educational and illustrative purposes only. It is not designed to cover every aspect of the relevant markets and is not intended to be used as a general guide to investing or as a source of any specific investment recommendation. It is not intended as an offer or solicitation for the purchase or sale of any financial instrument, investment product or service. This material does not constitute investment advice, nor is it a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. The information herein does not constitute an offer to sell or a solicitation of an offer to buy any interests in securities. Offers are made only by the Investment Management Agreement ("IMA") which should be read in its entirety. The statements herein are not intended to be complete or final and are qualified in their entirety by reference to the IMA. In the event that the descriptions or terms described herein are inconsistent with or contrary to the descriptions in or terms of the IMA, the IMA shall control. In making an investment decision, you must rely on your own examination of the IMA. Before making any decision or taking any action that may affect your business, you should consult a qualified professional adviser. In preparing this material we have relied upon data supplied to us by third parties. The information has been compiled from sources believed to be reliable, but no representation or warranty, express or implied, is made by Innealta Capital, LLC as to its accuracy, completeness or correctness. Innealta Capital, LLC does not guarantee that the information supplied is accurate, complete, or timely, or make any warranties with regard to the results obtained from its use. Innealta Capital, LLC has no obligations to update any such information.

The information herein may contain forward-looking statements and projections that are based on our current beliefs and assumptions and on information currently available that we believe to be reasonable. All statements that are not historical facts are forward-looking statements, including any statements that relate to future market conditions, results, operations, strategies or other future conditions or developments and any statements regarding objectives, opportunities, positioning or prospects. Forward-looking statements are necessarily based upon speculation, expectations, estimates and assumptions that are inherently unreliable and subject to significant business, economic and competitive uncertainties and contingencies, and prospective clients or investors may not put undue reliance on any of these statements. Forward-looking statements are not a promise or guaranty about future events.

PAST PERFORMANCE NOT INDICATIVE OF FUTURE RESULTS.

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