

# Natixis Tactical Allocation Moderate Portfolio Model Factsheet

Q4 | December 31, 2024

## Portfolio Overview

Natixis Investment Managers Solutions believes markets over the long term are efficient but exhibit short-term inefficiency. As such, we construct a strategic portfolio to capture the long-term risk premiums across asset classes and tactically overweight/underweight the portfolio to capitalize on short-term market opportunities.

Suite of 6 portfolios with 15-25 holdings

- Each model combines a strategic portfolio utilizing Natixis high conviction active managers with a tactical overlay implemented through ETFs
- The Natixis Investment Managers Solutions Investment Committee develops tactical views based on fundamental analysis, relative value, market technicals, investor sentiment and money flows which are expressed in a three- to six-month outlook
- Highest conviction views are recommended for inclusion into the Model Portfolios with the portfolio management team deciding which asset class tilts to incorporate
- The model portfolios offer three sources of alpha for investors; through the strategic asset allocation, tactical asset class tilts, and manager selection
- Natixis Investment Managers' multi-affiliate line-up of active, independent managers provides the portfolios with the ability to produce alpha across asset classes over full market cycles

## Portfolio Construction

The portfolio construction process consists of three main segments:

1. Construction of the strategic portfolio
2. Tactical overlay
3. Manager allocation and selection



### Establish Strategic Portfolio

- Maximize return while targeting the benchmark's risk
- Proprietary capital market assumptions

### Incorporate Tactical Tilts

- Investment Committee allocation views
- Monitor tracking error relative to strategic benchmark

### Populate Fund Allocations

- Utilize active managers to build strategic allocation
- Express traditional asset class tactical tilts through ETFs and non-traditional exposures through active and/or passive investments

### Risk Monitoring

- Monitor portfolio returns, risk, and factor exposures
- Monitor underlying constituent returns, risk and material events

## The Natixis Investment Managers Solutions Approach

Natixis Investment Managers Solutions<sup>1</sup> provides design, development and execution of portfolio strategies tailored to specific investment objectives and unique portfolio constraints. Fully integrated services combine investment expertise with portfolio analysis and construction capabilities to deliver a wide range of customized solutions.

- \$86.3 billion in Assets<sup>2</sup>
- 33 investment professionals
- 20 years of solutions partnerships

### Leadership:

**Marina Gross**, Head of Solutions

### Portfolio Management Team:

**Christopher Sharpe, CFA®, FSA**  
**Daniel Price, CFA®, FRM**  
**Jack Janasiewicz, CFA®**  
**Brian Kmetz, CFA®, CIPM**

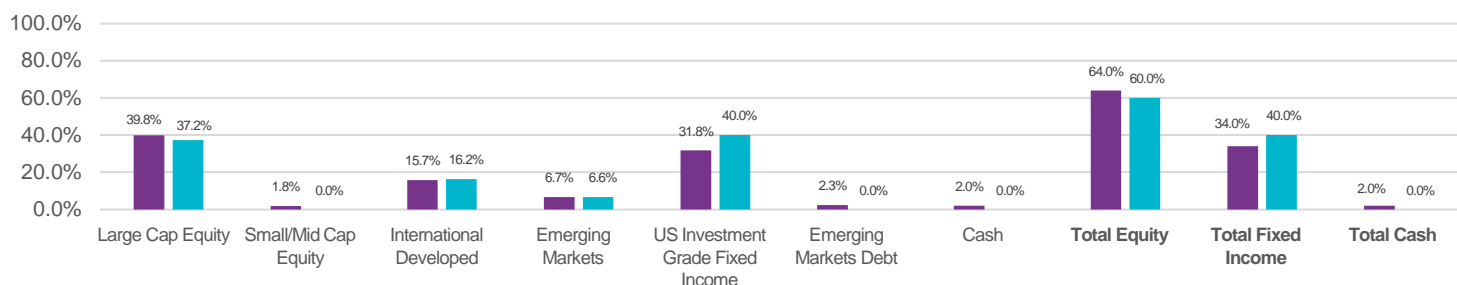
<sup>1</sup>A division of Natixis Advisors, LLC. Natixis Advisors, LLC is one of the independent asset managers affiliated with Natixis Investment Managers.

<sup>2</sup>Assets under administration ("AUA") as of September 30, 2024. AUA, as reported, may include assets for which non-Regulatory AUM services are provided. Non-Regulatory AUM includes assets which do not fall within the SEC's definition of Regulatory AUM in Form ADV, Part 1.

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## Natixis Tactical Allocation Moderate Portfolio

Allocations vs. Benchmark (% Weights<sup>1</sup> as of 12/31/24)



## Composite and benchmark performance

	Oct - 2024	Nov - 2024	Dec - 2024	3 months	YTD	1 Year	3 Years	Since Inception (12/2021)
Moderate Strategy (Gross)	-1.97	3.23	-2.45	-1.28	9.04	9.04	1.03	1.80
Moderate Strategy (Net 2%)	-2.13	3.07	-2.62	-1.77	6.90	6.90	-0.97	-0.22
Benchmark	-2.34	2.67	-2.07	-1.81	10.77	10.77	2.38	3.07

## Portfolio allocations by segment (as of 12/31/24)

	Asset Class	Weight
<b>Large Cap Equity</b>	<b>US Equity</b>	<b>39.8%</b>
Loomis Sayles Growth Y		8.7%
Oakmark Fund Instl		8.7%
SPDR Portfolio S&P 500 ETF		6.8%
Vaughan Nelson Select Fund Y		6.5%
Vanguard Mega Cap Growth ETF		4.5%
Gateway Equity Call Premium Y		3.6%
iShares U.S. Transportation ETF		1.0%
<b>Small/Mid Cap Equity</b>	<b>US Equity</b>	<b>1.8%</b>
Loomis Sayles Small Cap Growth Instl		0.9%
Vaughan Nelson Small Cap Value Fund Y		0.9%
<b>International Developed</b>	<b>Non-US Equity</b>	<b>15.7%</b>
Oakmark International Fund Instl		4.6%
WCM Focused International Growth Instl		4.6%
JPMorgan BetaBuilders Japan ETF		4.0%
SPDR EURO STOXX 50 ETF		2.5%
<b>Emerging Markets</b>	<b>Non-US Equity</b>	<b>6.7%</b>
iShares MSCI Emerging Markets Asia ETF		2.6%
SPDR Portfolio Emerging Markets ETF		2.6%
WCM Focused Emerging Markets Fund		1.4%
<b>US Investment Grade Fixed Income</b>	<b>Fixed Income</b>	<b>31.8%</b>
Loomis Sayles Core Plus Y		13.4%
Loomis Sayles Investment Grade Bond Y		8.0%
Oakmark Bond Instl		5.3%
SPDR Portfolio Intermediate Term Treasury ETF		3.9%
SPDR Portfolio Long Term Treasury ETF		1.1%
<b>Emerging Markets Debt</b>	<b>Fixed Income</b>	<b>2.3%</b>
iShares J.P. Morgan USD Emerging Markets Bond ETF		2.3%
<b>Cash</b>		<b>2.0%</b>
Cash & Equivalents		2.0%
<b>Weighted Net Expenses (%)</b>		<b>0.50</b>

Performance data shown represents past performance and is no guarantee of, and not necessarily indicative of, future results. Current performance may be lower or higher than the performance information quoted. Performance for less than one year is not annualized. Gross performance does not take into account, investment advisory fees, custody fees, or other expenses that were charged to clients accounts or deductions for income taxes. The pure gross of fees returns are supplemental information. The Moderate Benchmark is composed of 60% MSCI All Country World Index / 40% Bloomberg U.S. Aggregate Index. Indices are unmanaged and cannot be invested into directly. Unmanaged index returns do not reflect fees, expenses, or sales charges. Index performance is not indicative of the performance of any investment. Source: Natixis Investment Managers Solutions and FactSet. The allocations are approximate and may not total 100 percent.

<sup>1</sup>Portfolio current weights and holdings are subject to change.

## Disclosure

Target allocations, weighted net expense ratios and portfolio distribution yields are subject to change throughout the year.

This material is not a solicitation of any offer to buy or sell any security or other financial instrument or to participate in any trading strategy. Transitioning from a brokerage to an advisory relationship may not be appropriate for some clients.

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As of 8/30/2024, WCM Investment Management will resume the primary responsibility for its U.S. distribution activities from Natixis Investment Managers.

This material is for informational purposes only. It does not provide individually tailored investment advice. It has been prepared without regard to the individual financial circumstances and objectives of a specific investor, and the strategies discussed herein are not appropriate for all investors. It is the responsibility of each Financial Professional to make recommendations that they believe are in the best interest of each of their clients, based on his/her investment objectives, financial situation, risk tolerance and investment time horizon. Unlike passive investments, there are no indexes that an active investment attempts to track or replicate. Thus, the ability of an active investment to achieve its objectives will depend on the effectiveness of the investment manager.

No strategy assures success or protects against loss. Rebalancing may involve tax consequences. There is no guarantee that a diversified portfolio will enhance overall returns or outperform a non-diversified portfolio. Diversification does not protect against market risk. Asset allocation does not ensure a profit or protect against loss.

The investment strategies described herein are those of Natixis Advisors, LLC. These materials are being provided for illustrative and informational purposes only. The information contained herein is obtained from multiple sources that are believed to be reliable. However, such information has not been verified, and may be different from the information included in documents and materials created by the sponsor firm in whose investment program a client participates. Some sponsor firms may require that these Natixis Advisors, LLC materials are preceded or accompanied by investment profiles or other documents or materials prepared by such sponsor firms, which will be provided upon a client's request. For additional information, documents and/or materials, please speak to your Financial Advisor.

### Index Definitions:

The **MSCI All Country World Index** is a free float-adjusted market capitalization weighted index designed to provide a broad measure of equity-market performance throughout the world. The MSCI ACWI is comprised of stocks from 23 developed countries and 24 emerging markets. The **Bloomberg U.S. Aggregate Bond Index** is a broad-based index that covers the U.S.-dollar-denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities. The index includes bonds from the Treasury, government-related, corporate, mortgage-backed securities, asset-backed securities, and collateralized mortgage-backed securities sectors. Indexes are not investments, do not incur fees and expenses and are not professionally managed. It is not possible to invest directly in an index.

### Risks:

All securities are subject to risk, including possible loss of principal. Please read the risks associated with each investment prior to investing. Detailed discussions of each investment's risks are included in the prospectus offering or offering document, which can be obtained from the fund family's website. There is no assurance that any investment will meet its performance objectives or that losses will be avoided. Asset allocation strategies do not guarantee a profit or protect against a loss. There is no guarantee that an underlying fund will distribute dividends.

**Large Cap securities** are volatile and can decline significantly in response to broad market and economic conditions. Investments in **small and mid size** companies can be more volatile than those of larger companies. **Foreign and emerging market securities** may be subject to greater political, economic, environmental, credit, currency, and information risks. Foreign securities may be subject to higher volatility than US securities, due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets. **Investment Grade Fixed Income/Bonds** may carry one or more of the following risks: credit, interest rate (as interest rates rise bond prices usually fall), inflation and liquidity. **High Yield Bonds** may be subject to greater risks (including the risk of default) than other fixed income securities. **Flexible Strategies** include alternative and derivative investments. Alternative Investments which involve unique risks that may be different than those associated with traditional investments, including illiquidity and the potential for amplified losses or gains. Investors should fully understand the risks associated with any investment prior to investing. Derivatives involve risk of loss and may entail additional risks. Because derivatives depend on the performance of an underlying asset, they can be highly volatile and are subject to market and credit risks. **Cash** within the credit quality allocation, any cash and cash equivalents are assigned to an individual quality rating based on the long-term currency issuer/debt rating of the sovereign country.

Natixis Advisors and Natixis Distribution are wholly-owned subsidiaries of Natixis Investment Managers, LLC.

Natixis Advisors, LLC ("Natixis Advisors"), provides discretionary advisory services as an investment advisor, and serves as a marketing and sales support agent. Discretionary advisory services, with the assistance of model portfolio providers some of which are affiliates of Natixis Investment Managers, is provided through a division of Natixis Investment Managers Solutions.

Natixis Distribution LLC ("Natixis Distribution") is a limited purpose broker-dealer, a marketing agent for the Oakmark Funds, and a distributor for registered investment companies affiliated with Natixis Investment Managers.

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