



Appreciation Strategy 3Q25 Update

Stephen Rigo
Managing Director, Portfolio Manager

Matthew Reardon
Assistant Vice President, Client Portfolio Manager

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ClearBridge
A Franklin Templeton Company

Data as of June 30, 2025 unless indicated otherwise.
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Biographies

Name and Position		Industry Experience	ClearBridge Tenure	Education, Experience and Professional Designations
	Stephen Rigo, CFA Managing Director, Portfolio Manager	25 years	• Joined the firm in 2016	• ClearBridge Investments – Senior Portfolio Analyst • ClearBridge Investments – Senior Research Analyst, Financials • Moore Capital Management – Portfolio Strategist • York Capital Management – Analyst, Financial Sector • Green Arrow Capital – Senior Analyst, Financial Sector • Friedman, Billings, Ramsey – Research Associate, Life Insurance • B.S.B.A. in finance from Boston College • Member of the CFA Institute
		Matthew Reardon Assistant Vice President, Client Portfolio Manager	5 years	• Joined ClearBridge in 2020 • B.A. in economics from the University of Michigan

Executive Summary

ClearBridge Appreciation

Goal: To exceed the S&P 500 over a market cycle but to do so with materially less risk

Why: Delivering a better Sharpe Ratio than a passive allocation offers our clients flexibility to achieve an optimal asset allocation (the highest possible return relative to a desired level of risk)

What we believe:

There are businesses that have a proven franchise value that make them more resilient and durable. Identifying these businesses and the price at which they can be bought with attractive risk/reward have the potential to generate superior risk-adjusted returns over a market cycle.

Risk Management Key to Compounding Returns

- The compounding of returns – and generation of long-term alpha – comes from avoiding the pitfall of large losses
- Stock selection and position sizing is at the heart of risk management and compounding returns
 - Appreciation Strategy is not averse to riskier securities; it balances the upside opportunity against the potential portfolio impact should an adverse outcome materialize

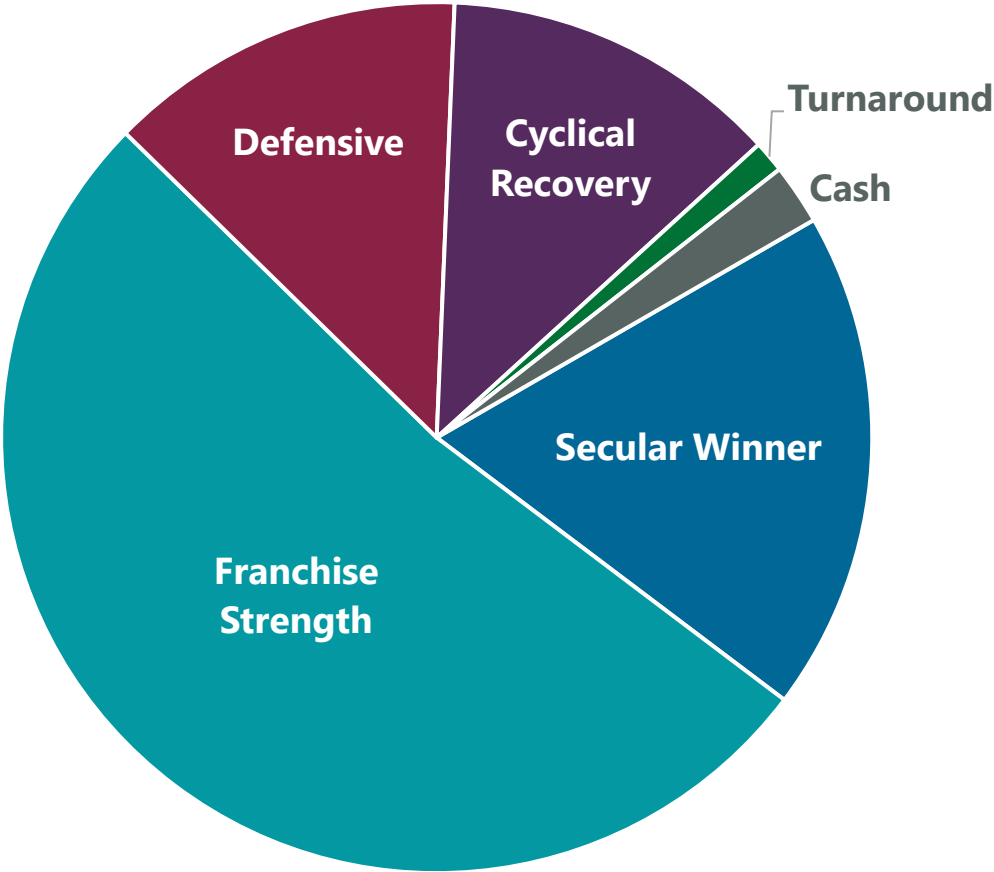
Inefficiencies Occur in Markets

- In our view, markets habitually underestimate — and underprice — the **duration** during which a leading company can perpetuate above-average growth and returns
 - Patient investors with stable capital and longer time horizons can exploit this inefficiency to generate excess return
- Inefficiencies also occur when diversity of thought breaks down (i.e., investors panic or get greedy all at once)
 - This creates **volatility** whereby investors with conviction in their analysis can capitalize

Portfolio Construction

Franchise Strength & Secular Winners Makeup the Core

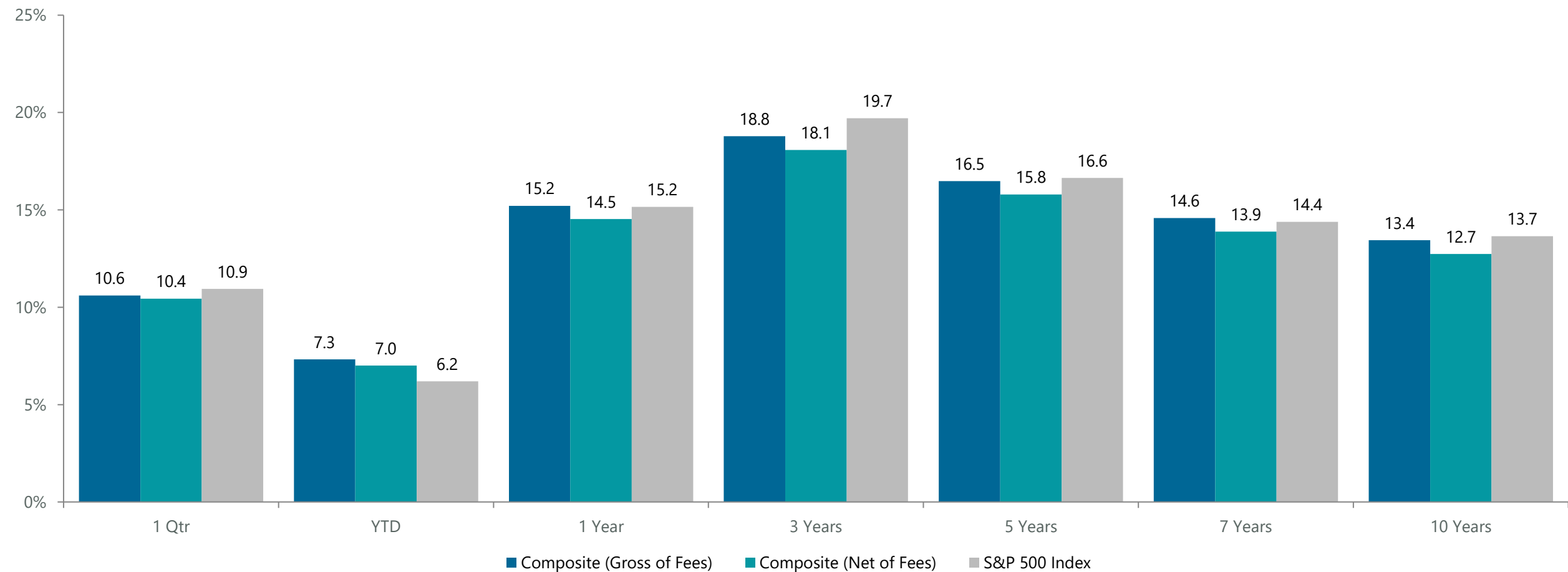
Appreciation Portfolio: Weight by Style Category



We will pay a premium for companies with sustainable growth characteristics provided they generate free cash flow and earnings and maintain a conservative balance sheet

Average Annual Total Returns

ClearBridge Appreciation – June 30, 2025

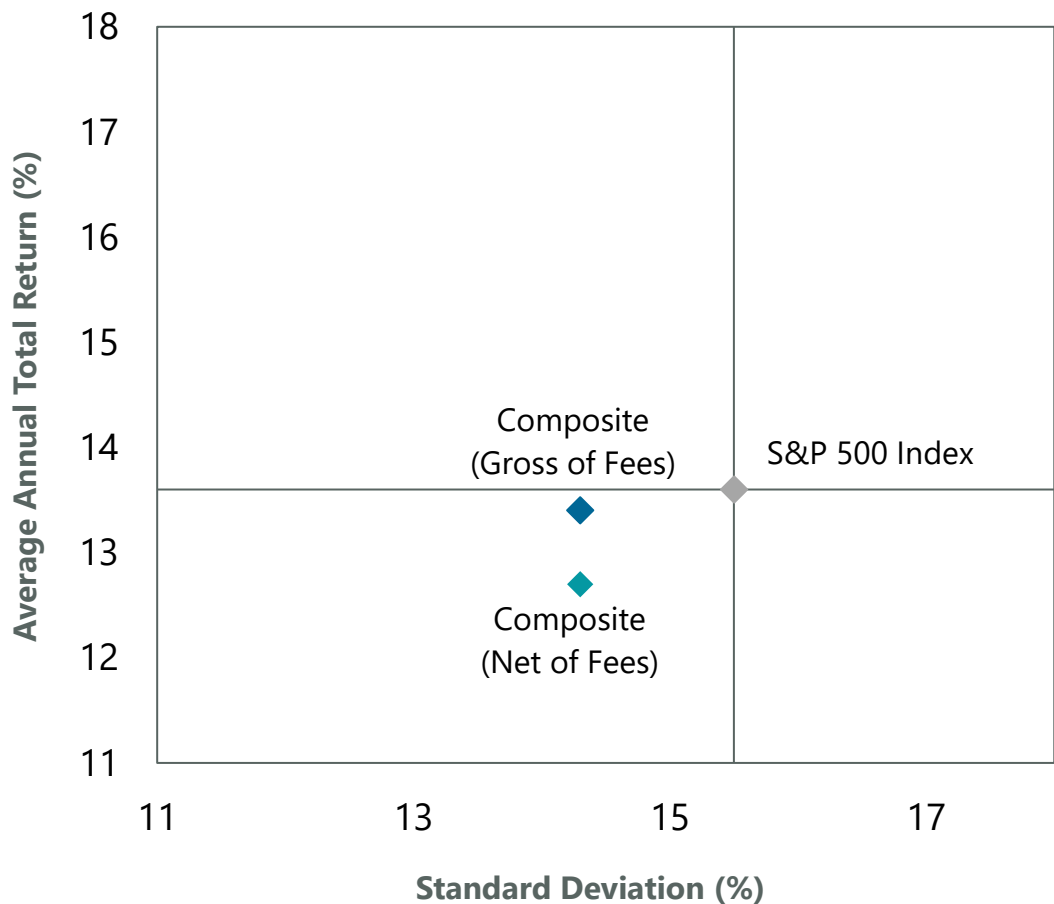


Performance is final as of June 30, 2025. Returns reflect the deduction of all trading expenses and the reinvestment of dividends and other earnings. Gross of fee returns do not reflect the deduction of investment advisory fees or any other expenses that may be incurred in the management of the account. Net of fee returns are calculated using product investment advisory fees and are derived by deducting 1/12th of the maximum fixed fee rate in effect for the respective time period from the gross monthly composite return. **Please see additional important information and GIPS Report in the Appendix. Past performance is no guarantee of future results. Performance returns less than one year are not annualized.**

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Risk/Reward

ClearBridge Appreciation – 10 Years Ending June 30, 2025

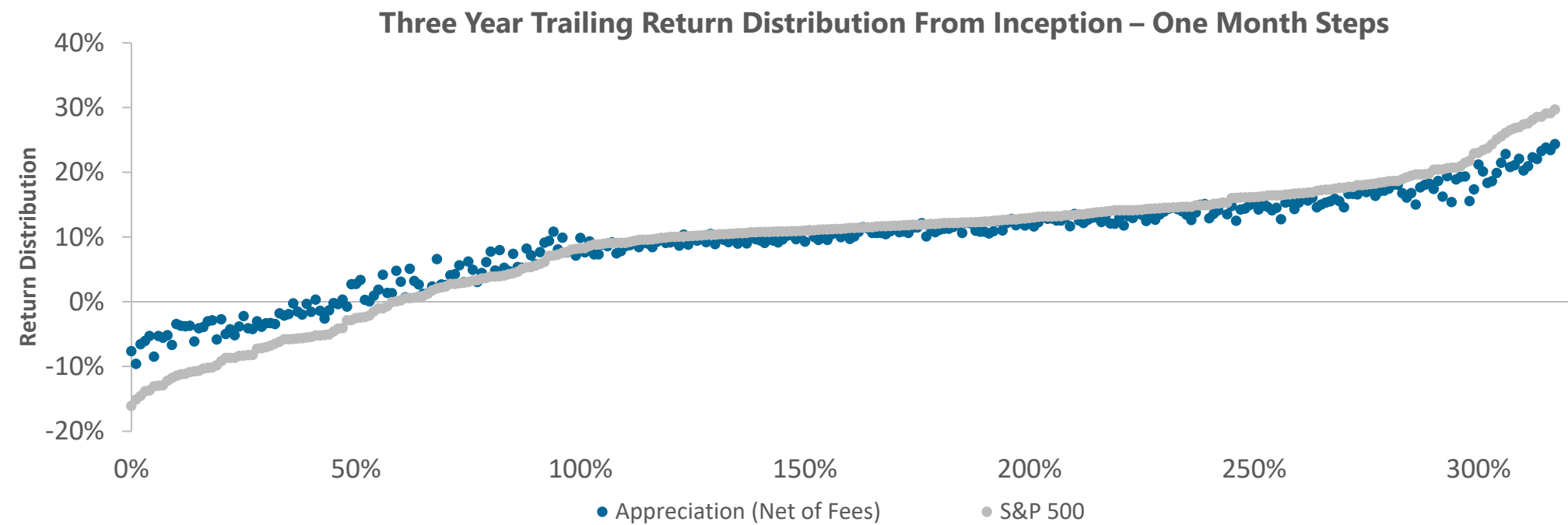


	Average Annual Total Return (%)	Average Annual Standard Deviation (%)
Composite (Gross of Fees)	13.4	14.3
Composite (Net of Fees)	12.7	14.3
S&P 500 Index	13.6	15.5

Source: FactSet. Returns reflect the deduction of all trading expenses and the reinvestment of dividends and other earnings. Gross of fee returns do not reflect the deduction of investment advisory fees or any other expenses that may be incurred in the management of the account. Net of fee returns are calculated using product investment advisory fees and are derived by deducting 1/12th of the maximum fixed fee rate in effect for the respective time period from the gross monthly composite return. **Past performance is no guarantee of future results. Please see additional important information and GIPS Report in the Appendix.**

Consistent Risk Management

ClearBridge Appreciation

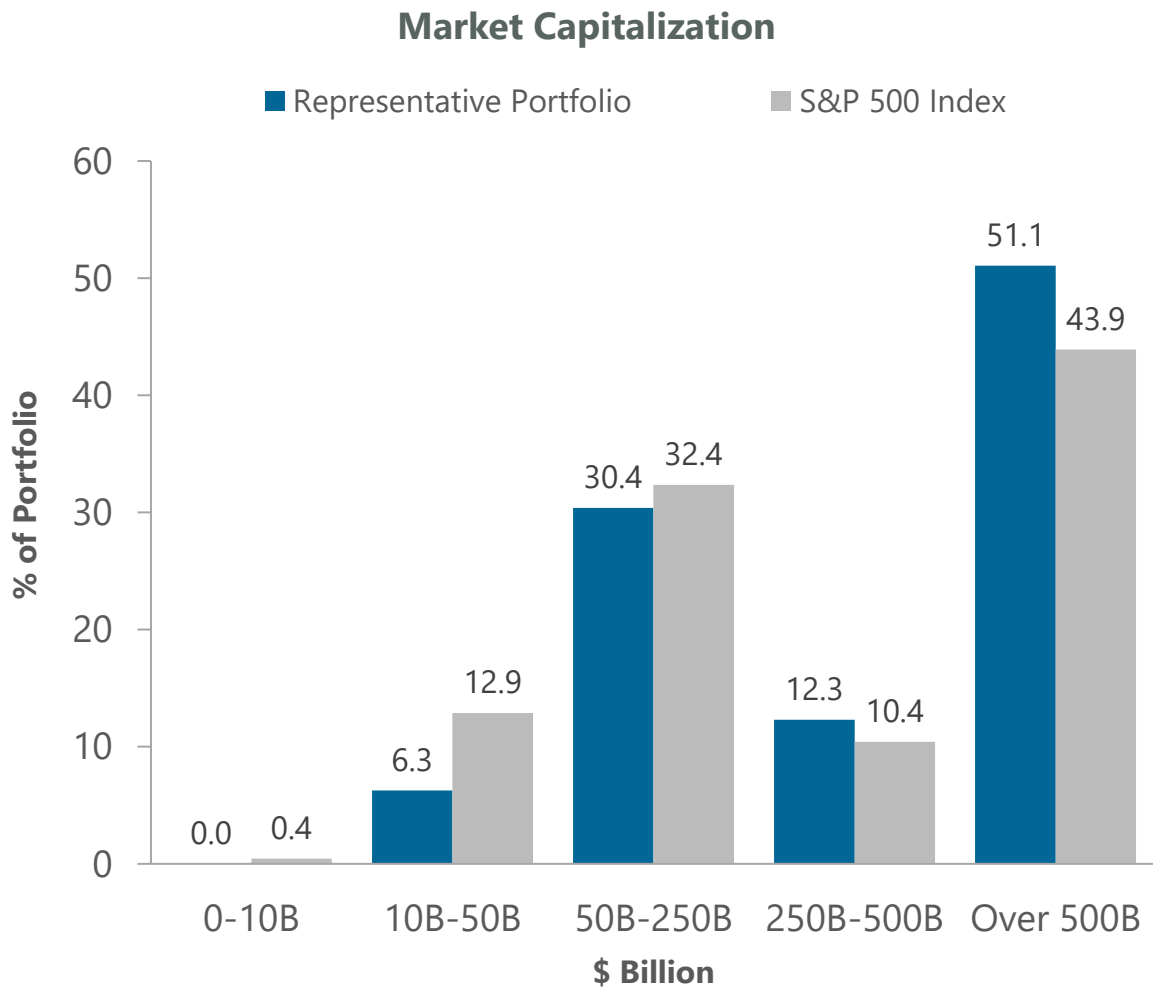


Index Return	Ratio of Portfolio/Index Return (slope of trendline)	Outperforming Months
-3% to 0%	0.66x	11
-10% to -3%	0.60x	29
<-10%	0.84x	19

Data as of June 30, 2025. Source: Bloomberg Finance, L.P., ClearBridge Investments. Returns reflect the deduction of all trading expenses and the reinvestment of dividends and other earnings. Net of fee returns are calculated using product investment advisory fees and are derived by deducting 1/12th of the maximum fixed fee rate in effect for the respective time period from the gross monthly composite return. **Please see additional important information and GIPS Report in the Appendix. Past performance is no guarantee of future results.**

Portfolio Composition

ClearBridge Appreciation – June 30, 2025



Sector Weightings			
Sector	Representative Portfolio (%)	S&P 500 Index (%)	Relative Weight (%)
Information Technology	27.6	33.1	-5.5
Financials	15.6	14.0	1.6
Industrials	12.4	8.6	3.8
Communication Services	11.8	9.8	2.0
Consumer Discretionary	6.7	10.4	-3.7
Consumer Staples	6.5	5.5	1.0
Health Care	6.0	9.3	-3.3
Materials	5.2	1.9	3.3
Energy	3.4	3.0	0.4
Utilities	1.3	2.4	-1.1
Real Estate	1.0	2.0	-1.0
Cash	2.5	0.0	2.5

Top 10 Holdings

ClearBridge Appreciation – June 30, 2025

Security	(%) of Total Representative Portfolio
Microsoft Corp	9.02
NVIDIA Corp	6.03
Apple Inc	4.18
Meta Platforms Inc	4.09
Amazon.com Inc	3.67
JPMorgan Chase & Co	3.35
Broadcom Inc	3.24
Berkshire Hathaway Inc	2.97
Visa Inc	2.71
Alphabet Inc	2.68
Total	41.94
Total Number of Holdings	58

Appendix

Additional Important Information

ClearBridge Appreciation

Risks

All investments involve risks, including possible loss of principal. Small-and mid-cap stocks involve greater risks and volatility than large-cap stocks. International investments are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in emerging markets.

Characteristics

The holdings and characteristics shown are based on a representative portfolio included in the Composite. Individual client accounts may differ from holdings and characteristics shown. For illustrative purposes only. Portfolio holdings and characteristics are subject to change at any time.

Portfolio holdings may not be representative of the portfolio manager's current or future investments and are subject to change at any time. The information provided is for informational purposes only and should not be construed as a recommendation to purchase or sell a particular security or be used as the sole basis for an investor to make an investment decision.

The sector weightings and capitalization ranges shown are based on a representative portfolio included in the Composite and are subject to change at any time. Individual client accounts may differ from the sector weightings and capitalization ranges. The information provided is for informational purposes only and should not be construed as a recommendation to over or underweight any particular sector.

Opinions and Views

The opinions and views expressed herein are of the ClearBridge Investments, LLC Appreciation portfolio management team as of the date shown, and may differ from other managers, or the firm as a whole, and are not intended to be a forecast of future events, a guarantee of future results or investment advice. The statistics have been obtained from sources believed to be reliable, but the accuracy and completeness of this information cannot be guaranteed.

Information Providers

Performance source: Internal. Benchmark source: Standard & Poor's.

Neither ClearBridge Investments LLC nor its information providers are responsible for any damages or losses arising from any use of this information.

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GIPS Report

ClearBridge Appreciation

								Reporting Currency: USD		
Inception Date: October 1992								Composite Creation Date: November 2002		
Period	Total Return (Gross)	Total Return (Net)	Benchmark Return	Number of Portfolios	Composite Dispersion	Composite 3 Yr. St. Dev.	Benchmark 3 Yr. St. Dev.	Total Composite Assets at End of Period (USD million)	Percentage of Firm Assets	Total Firm Assets at End of Period (USD million)
2024	23.56%	22.83%	25.02%	15	0.09%	15.40%	17.40%	10,549.4	7.18%	146,903.0
2023	20.55%	19.84%	26.29%	13	0.07%	15.74%	17.54%	9,230.60	6.79%	136,016.90
2022	-11.86%	-12.40%	-18.11%	14	0.45%	19.80%	21.16%	7,984.2	6.55%	121,842.7
2021	24.65%	23.92%	28.71%	16	0.18%	16.52%	17.41%	9,762.1	5.73%	170,282.9
2020	15.56%	14.82%	18.40%	16	0.18%	17.43%	18.79%	8,628.7	5.85%	147,416.9
2019	30.98%	30.15%	31.49%	13	0.24%	10.78%	12.10%	8,103.2	6.29%	128,740.4
2018	-1.21%	-1.85%	-4.38%	14	0.13%	10.13%	10.95%	6,743.7	6.36%	106,083.4
2017	20.60%	19.84%	21.83%	12	0.15%	9.66%	10.07%	7,462.1	6.26%	119,187.1
2016	10.17%	9.47%	11.96%	13	0.17%	10.35%	10.74%	6,786.7	6.72%	100,936.9
2015	2.38%	1.72%	1.38%	11	0.16%	10.42%	10.62%	6,741.2	7.28%	92,536.4

Compliance Statement: ClearBridge Investments, LLC claims compliance with the Global investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. ClearBridge Investments, LLC has been independently verified for the periods January 1, 1997 - December 31, 2024. A firm that claims compliance with the GIPS standards must establish policies and procedure 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 ClearBridge Appreciation composite has had a performance examination for the periods January 1, 1994 - December 31, 2024. The verification and performance examination reports are available upon request.

Firm Information: ClearBridge Investments, LLC ("ClearBridge") is a wholly owned indirect subsidiary of Franklin Resources, Inc. ("Franklin"). In July 2020 Legg Mason, Inc., its parent company, was purchased by Franklin. The investment advisory business now known as ClearBridge was registered in September 2005 to facilitate Legg Mason's acquisition of substantially all the equity asset management businesses known as Citigroup Asset Management. These former businesses serve as the foundation of ClearBridge and its claim of GIPS compliance for institutional accounts through predecessor firms, effective as of January 1997. In June 2008, ClearBridge combined this business with its retail business to form a single GIPS firm. As of April 1, 2013, January 1, 2016, May 1, 2020 and January 1, 2024 ClearBridge affiliates, Global Currents Investment Management, LLC, ClearBridge, LLC, ClearBridge Investments Limited (f/k/a RARE Infrastructure Limited) and Franklin Bissett Asset Management Equity Team have become part of the ClearBridge GIPS firm.

Composite Information: The ClearBridge Appreciation composite consists of institutional discretionary accounts with an account minimum of US \$1 million. All accounts within the composite are invested primarily in medium and

large capitalization companies, but may also invest in small capitalization companies. The manager seeks investments among a strong core of growth and value stocks, consisting primarily of blue chip companies dominant in their industries. The main risks for this strategy are issuer risk, style risk and equity risk.

Input and Calculation Data: Returns reflect the deduction of all trading expenses and the reinvestment of dividends and other earnings. Gross of fee returns do not reflect the deduction of investment advisory fees or any other expenses that may be incurred in the management of the account. Net of fee returns are calculated using product investment advisory fees and are derived by deducting 1/12th of the maximum fixed fee rate in effect for the respective time period from the gross monthly composite return. The management fee schedule currently in effect is as follows:[0.60% on the first \$25 million, 0.55% on the next \$25 million, 0.45% on the next \$50 million and 0.40% above \$100 million]. ClearBridge's investment advisory fees are described in Part 2A of Form ADV. The internal dispersion of annual returns is measured by the asset-weighted standard deviation of portfolio returns included in the composite for the entire year. A list of composite and limited distribution pooled fund descriptions and a list of broad distribution pooled funds is available upon request. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request. Past performance is not necessarily indicative of future results. Gross returns are used to calculate presented risk measures. 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.

Primary Benchmark Information: For comparison purposes, composite returns are shown against returns of the S&P 500® Total Return Index.