

# MANAGED ACCOUNT SOLUTIONS

## COLUMBIA STRATEGIC INCOME SMA STRATEGY

### Income focus

The strategy diversifies sources of return across sectors and global markets with the goal to provide attractive income in all market environments.

### Flexible mandate

Our flexible approach focuses on capturing returns in all phases of the economic and financial cycle. Unhindered by sector restrictions, proactive allocation shifts are made in an effort to optimize performance and reduce downside risk exposure.

### Global reach

Using bottom-up fundamental research, the strategy reflects the best ideas of the dedicated team of more than 150 fixed-income professionals around the globe.

### Portfolio Management

Colin Lundgren, CFA 34 years of experience  
Gene Tannuzzo, CFA 17 years of experience  
Jason Callan 17 years of experience

### Investment Objective

The strategy seeks total return consisting of current income and capital appreciation.

### Strategy Details

Composite Inception 10/31/19

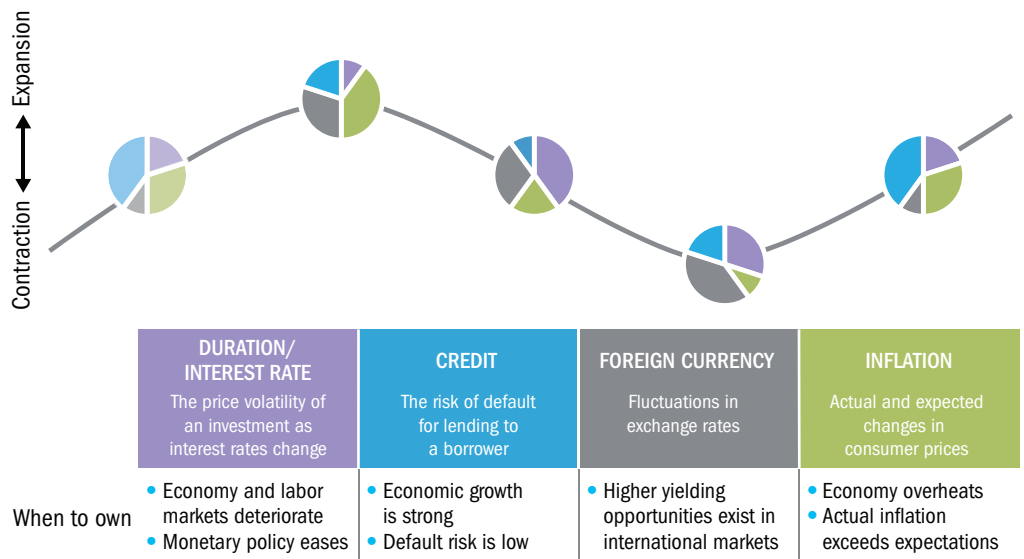
This strategy is comprised of U.S. listed fixed-income securities and shares of the Multisector Bond SMA Completion Portfolio, which is a fee-waived '40-act mutual fund that permits access to strategy exposures that are otherwise difficult to implement within retail SMAs; including derivative securities, bank loans, structured products, high-yield corporate bonds and EM bonds.

### Average Annual Total Returns (%)

	3-Month (cum.)	YTD (cum.)	Composite Inception
Strategic Income SMA composite (pure gross)	2.28	1.34	2.34
Strategic Income SMA composite (net)	1.52	-0.92	-0.43
Bloomberg Barclays US Aggregate Bond Index	0.62	6.79	6.66

### Navigates Markets With a Multidimensional Approach

Columbia Strategic Income strategy offers access to all four performance drivers, enhancing return possibilities in all markets. The strategy takes a flexible approach to portfolio allocations, emphasizing the types of exposure that typically perform well during each phase of a business cycle.



**There is no guarantee the objective will be achieved or that any return expectations will be met.**

**Past performance does not guarantee future results, and investing involves risk including the risk of loss of principal.**

Periods over one year are annualized. Returns reflect the reinvestment of dividends and other earnings and are computed and stated in U.S. Dollars.

Returns reflect the reinvestment of dividends, income, and capital gains and are calculated and stated in US dollars. Periods over one year are annualized. Pure gross of fees performance does not include trading costs, management fees, or other expenses that would be incurred by a participant portfolio. Net of fees performance reflects deduction of the maximum annual wrap fee of 3%.

Investors should contact their financial advisor or program sponsor for fees applicable to their account. Composite performance represents the live track record for discretionary wrap SMA accounts managed by Columbia Management Capital Advisers, an operating division of Columbia Management Investment Advisers, LLC that offers investment management and related services to clients participating in various types of wrap programs.

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#### Sector Allocation (% notional)

Portfolio Weight		
High Yield Corporates		31.6
Investment Grade Corporates		31.2
Cash & Equivs		27.1
ABS		23.5
Emerging Markets		11.1
CMBS		8.7
Other		-33.1

#### Portfolio Characteristics

Average maturity (years)	6.53
Average duration (years)	3.55
Average credit quality <sup>†</sup>	A2
Average coupon (%)	3.84
Yield-to-worst (%)	2.72

**Notional value** is the total current value of a **derivative** contract's underlying asset. Notional value captures the exposure (leverage) associated with the whole derivative transaction and may exceed the dollar amount invested in the contract.

#### Credit Rating (% notional)<sup>†</sup>

AAA	21.2
A	9.7
BBB	40.7
BB	5.4
B	29.6
Cash & Equivs	26.6
Other	-33.2

#### Sources of Duration (years)

Investment Grade Corporate Bonds	3.3
ABS/CMBS/MBS	0.8
High Yield Bonds	0.3
Emerging Markets	0.2
Other	-1.0

Percentages may not add up to 100 due to rounding.

Future purchases of securities are shown as negative when covered by short-term cash commitments.

**Investment risks** — **Income** is not guaranteed and will vary. There are risks associated with **fixed-income** investments, including **credit risk, interest rate risk, and prepayment and extension risk**. In general, bond prices rise when interest rates fall and vice versa. This effect is usually more pronounced for longer term securities. **International** investing involves certain risks and volatility due to potential political, economic or currency instabilities and different financial and accounting standards. Risks are enhanced for **emerging market** issuers. **Non-investment grade** securities have greater credit risk and volatility. **Asset allocation and diversification** does not assure a profit or protect against loss. The portfolio is also subject to the investment performance (positive or negative), risks and expenses of the Multi-Sector Bond Completion Portfolio. The fund invests in derivatives, a specialized activity that involves special risks that subject the fund to significant loss potential, including when used as leverage, and may result in greater fluctuation of fund value.

Columbia Management Capital Advisers claims compliance with the Global Investment Performance Standards (GIPS®). Columbia Management Investment Advisers, LLC, an SEC-registered investment adviser, offers investment products and services to institutional and retail markets. For the purposes of claiming compliance with GIPS, Columbia Management Investment Advisers, LLC has defined the Firm as Columbia Management Capital Advisers, an operating division of Columbia Management Investment Advisers, LLC that offers investment management and related services to clients participating in various types of wrap programs. Beginning March 30, 2015, the Columbia and Threadneedle group of companies, which includes multiple separate and distinct firms, began using the global offering brand Columbia Threadneedle Investments.

The firm's fees are available on request and may also be found in Part 2A of the Columbia Management Investment Advisers, LLC Form ADV. To receive a list of composite descriptions of Columbia Management Capital Advisers and/or a presentation that complies with the GIPS standards, contact the Columbia Threadneedle Investments sales desk at (800) 426-3750, or write to Columbia Management Capital Advisers, 225 Franklin Street, 29th floor, Boston, MA 02110, or salesinquiries@columbiathreadneedle.com.

The strategy aims to generate competitive income and capital appreciation by tactically allocating to fixed-income instruments with exposure to rates, spreads, inflation and global currencies. Exposure to certain sectors and security types, including derivatives, are gained via the Multisector Bond SMA Completion Portfolio, which is a fee-waived 40 Act mutual fund designed explicitly for managed account clients. The composite's benchmark is the Bloomberg Barclays US Aggregate Bond Index.

<sup>†</sup> Third-party rating agencies provide bond ratings ranging from AAA (highest) to D (lowest). When three ratings are available from Moody's, S&P and Fitch, the middle rating is used. When two are available, the lower rating is used. If only one is available, that rating is used. If a security is Not Rated but has a rating by Kroll and/or DBRS, the same methodology is applied to those bonds that would otherwise be Not Rated. Bonds with no third-party rating are designated as Not Rated. Investments are primarily based on internal proprietary research and ratings assigned by our fixed income investment analysts. Therefore, securities designated as Not Rated do not necessarily indicate low credit quality, and for such securities the investment adviser evaluates the credit quality. Holdings of the portfolio other than bonds are categorized under Other. Credit ratings are subjective opinions of the credit rating agency and not statements of fact and may become stale or subject to change.

**Duration** measures the sensitivity of bond prices to changes in interest rates. Bonds with a higher duration experience greater price volatility from interest rate movements. **Yield-to-worst** is the lowest return that can be received on a bond without default and assumes the bond is called or redeemed by the issuer at the earliest opportunity.

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The **Bloomberg Barclays U.S. Aggregate Bond Index** is a market-value-weighted index tracking the daily price, coupon, pay-downs and total return performance of fixed-rate, publicly-placed, dollar-denominated and non-convertible investment-grade debt issues with at least \$250 million par amount outstanding and at least one year to final maturity. It is not possible to invest directly in an index.

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