

# COVERED CALL STRATEGY

A SHARED APPROACH TO UNCOVERING OPPORTUNITIES

## Objective

The Covered Call Strategy objective is to provide market-like returns in rising equity markets while earning strong returns in flat or down markets.

We combine a portfolio of higher yielding stocks with a disciplined covered call strategy with a goal of providing a lower volatility total return solution for clients.

## Portfolio Managers

Douglas W. Kugler, CFA  
Jeffrey D. Bilsky

## Inception Date

July 1, 2008

## Strategy Statistics

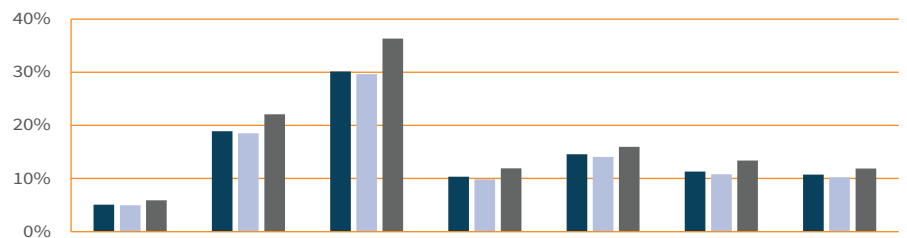
As of 09.30.2024

Portfolio Benchmark	S&P 500
Range of Holdings	60-80
Annualized Turnover	19.6%
Active Share	60.4%
Firm Assets	\$12.3B
Product Assets	\$421M

Source: Chartwell

## Performance

Total Return % As of 09.30.2024	QTR	YTD	1 Yr	3 Yr	5 Yr	10 Yr	*Since Inception
------------------------------------	-----	-----	------	------	------	-------	------------------



■ CIP CC (Gross)	5.1	18.9	30.1	10.3	14.6	11.3	10.7
■ CIP CC (Net)	5.0	18.5	29.6	9.8	14.1	10.8	10.2
■ S&P 500 Index	5.9	22.1	36.4	11.9	16.0	13.4	11.9

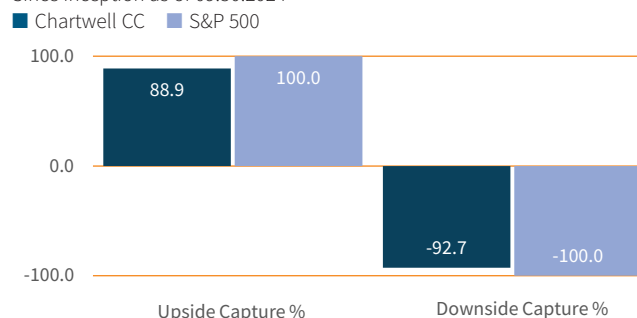
Source: Chartwell. Returns 1 year + annualized \*The Chartwell Covered Call Strategy inception on July 1, 2008. Past performance is not a guarantee of future results. The calculation of the performance data includes reinvestment of all income and gains and is depicted on a time-weighted and size-weighted average for the entire period. Calculations include reinvestment of all income and gains. Performance is shown before (gross) and after (net) the deduction of management fees. The net returns reflect the application of the highest institutional account management fee of 0.50% annum.

Calendar Year Total Return % As of 12.31.2023	Gross Return	Net Return	S&P 500	Returns-Based Statistics As of 09.30.2024	5 Yr
2023	21.8	21.3	26.3	Alpha	-1.20
2022	-15.1	-15.6	-18.1	Beta	1.00
2021	25.7	25.2	28.7	Sharpe	0.63
2020	17.6	17.1	18.4	Tracking Error	3.33
2019	32.2	31.7	31.5	Std. Deviation	19.71
2018	-8.5	-9.0	-4.4	R <sup>2</sup>	0.97
2017	17.3	16.8	21.8	Source: eVestment	
2016	9.5	9.0	12.0		
2015	1.0	0.5	1.4		
2014	12.2	11.7	13.7		

Source: Chartwell

## Upmarket / Downmarket Performance

Since inception as of 09.30.2024



Source: eVestment

THE PERFORMANCE DATA QUOTED REPRESENTS PAST PERFORMANCE; PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS. INVESTING INVOLVES RISK INCLUDING THE RISK OF LOSS.

FOR INSTITUTIONAL ONLY.

# COVERED CALL STRATEGY

## Holding-Based Statistics

As of 09.30.2024

	Chartwell	S&P 500
Holdings	61	504
Dividend Yield	1.7%	1.2%
Weighted Market Cap	\$1,076.7B	\$999.7B
Median Market Cap	\$96.3B	\$38.1B
L/T EPS Growth	12.3%	13.6%
P/E - NTM	19.6x	21.7x
P/E to Growth Ratio	1.6	1.6
P/E - Trailing 12 Mos.	41.0x	33.9x

Source: FactSet

## Top 10 Holdings

As of 09.30.2024

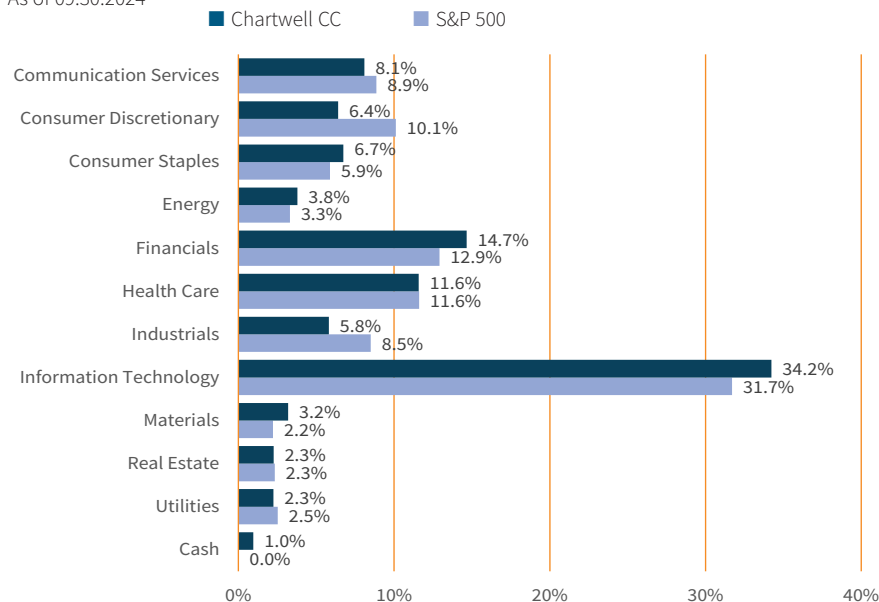
	GICS Sector	Weight
Microsoft Corporation	Info. Tech.	9.94%
Apple Inc.	Info. Tech.	9.29%
NVIDIA Corporation	Info. Tech.	5.19%
Alphabet Inc.	Cons. Srvcs..	3.97%
JPMorgan Chase & Co.	Financials	3.80%
AbbVie, Inc.	Health Care	2.16%
Coca-Cola Company	Cons. Staples	2.13%
Arthur J. Gallagher & Co.	Financials	2.10%
Merck & Co., Inc.	Health Care	2.05%
Chubb Limited	Financials	1.95%
	<b>Total Top 10</b>	<b>42.57%</b>

Source: Chartwell  
Holdings are subject to change.



## GICS Sector Diversification

As of 09.30.2024



Data may not equal 100% due to rounding.  
Source: FactSet

**S&P 500 Index:** tracks the stock performance of 500 of the largest companies listed on stock exchanges in the United States.

This information is for illustrative purposes only, is subject to change at any time, and should not be considered investment advice or a recommendation to buy or sell any particular security.

Chartwell Investment Partners, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Chartwell Investment Partners has been independently verified for the period ended June 30, 2023. Chartwell Investment Partners, LLC (Chartwell), founded in 1997, is an investment management firm registered under the Investment Advisors Act of 1940. Chartwell manages a variety equity, fixed income and balanced assets for Institutional, Sub-Advisory, as well as WRAP/Retail clients. Chartwell's total firm assets of \$12.3 billion include \$1.1 billion in non-discretionary assets as of 09.30.2024.

Effective July 1, 2015, Chartwell's organizational structure changed from a Pennsylvania corporation to a Pennsylvania Limited Liability Company "LLC". This modification was made strictly for tax purposes only, with no effect on Chartwell's ownership, management, roster of employees or investment advisory services provided to its clients.

On April 29, 2016, The Killen Group, Inc.'s (TKG) personnel, operations and assets were acquired and merged into Chartwell's business as a result Chartwell's prior parent company acquisition. The TKG assets are included in Firm Managed Assets beginning the period ended Q2 2016.

On April 6, 2018, Chartwell's prior parent company acquired the long-only investment management business of Columbia Partners, based in Chevy Chase, MD. The deal represented approximately \$1 billion of AUM in Fixed Income and Equity relationships.

On June 1, 2022, Chartwell Investment Partners, LLC., was acquired by Raymond James Investment Management, the asset management subsidiary of Raymond James, Inc. (NYSE: RJF) which is based in St. Petersburg, Florida.

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.

The performance data quoted represents past performance; past performance does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The gross returns were calculated on a time weighted basis, including all dividends and interest, accrual income, realized and unrealized gains or losses and are net of all brokerage commissions, execution costs and do not give effect to investment advisory fees, which would reduce such returns. The net returns presented above were calculated by applying the highest institutional investment advisory fee paid by a client of Chartwell. The investment advisory fee schedule for institutional portfolios is: 0.50% on all additional assets. Writing covered calls may limit the upside of a portfolio; furthermore, the income from premiums may not totally protect against loss of capital in the event of a market decline. Options are not for everyone, and they do involve risk. Historically, dividend yields have been relatively constant and therefore have created a cushion for investors when stock prices have declined. However, as with all equity investing, there is the risk that a company will not achieve its expected earnings results, or that an unexpected change in the market or within the company will occur, both of which may adversely affect investment results. The biggest risk of equity investing is that returns can fluctuate and investors can lose money.

The S&P 500 Index is the primary index for this strategy. The S&P 500 Index returns are provided to represent the investment environment existing during the time periods shown. For comparison purposes, the index is fully invested and includes the reinvestment of income. The returns for the index do not include any trading costs, management fees, or other costs. Index returns have been taken from published sources. Indices are unmanaged, and one cannot invest directly in an index. Market index results shown are not reduced by any fees as an index is unmanaged.

To receive a complete list and description of Chartwell Investment Partners' composites and/or a presentation that adheres to the GIPS® standards, please contact Chartwell at (610) 296-1400 or info@chartwellip.com.