



# SHORT DURATION BB-RATED HIGH YIELD STRATEGY

SEEKING TO CAPTURE INCOME WITH DISCIPLINED RISK CONTROL

**Objective**

The Chartwell Short Duration BB-Rated High Yield Strategy seeks income and long-term capital appreciation by investing primarily in high yield debt securities with an average duration of less than three years.

Seeking to deliver stable income and capital preservation

Chartwell's Short Duration High Yield strategy stresses preservation of capital and compounding of income with bonds that we believe trade at attractive relative values.

**Performance**

Total Return % As of 06.30.2022	Qtr	YTD	1 Yr	3 Yr	5 Yr	10 Yr	*Since Incept.
■ CIP HYSDDB (Gross)	-3.8	-6.0	-5.2	1.3	2.3	3.3	4.7
■ CIP HYSDDB (Net)	-3.9	-6.3	-5.7	0.8	1.8	2.8	4.2
■ ICE BofA 1-3 Yr. BB	-3.7	-6.3	-5.4	1.7	2.6	3.7	5.4
■ Bloomberg U.S. Int. Gov't./Cred.	-2.4	-6.8	-7.3	-0.2	1.1	1.5	3.0

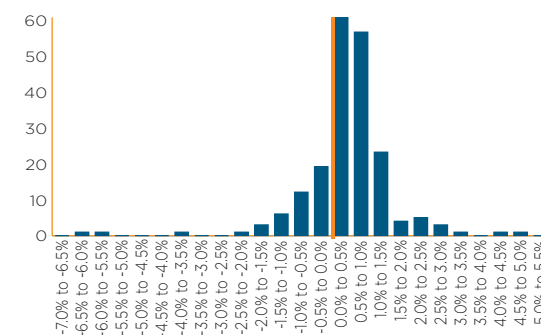
Returns 1 year + annualized.  
\*The Chartwell Short Duration BB High Yield strategy's inception was January 1, 2006.  
Source: Chartwell

Calendar Year Total Return % As of 12.31.2021	Gross Return	Net Return	ICE BofA 1-3 Year BB
2021	2.8	2.3	3.2
2020	4.9	4.4	5.4
2019	7.9	7.4	8.7
2018	1.1	0.6	1.3
2017	3.9	3.4	3.6
2016	7.4	6.9	8.5
2015	-0.3	-0.8	1.2
2014	1.5	1.2	1.9
2013	5.7	5.2	5.6
2012	9.7	9.2	10.2

Source: Chartwell

**Distribution of Monthly Returns**

12.2005 - 06.2022



Source: Chartwell

**Risk & Return Metrics\***

10 years as of 06.30.2022

Alpha	0.35	15 <sup>th</sup> Percentile
Beta	0.73	95 <sup>th</sup> Percentile
Sharpe	0.65	12 <sup>th</sup> Percentile
Std. Dev.	4.09	4 <sup>th</sup> Percentile

\*Universe: eVestment US High Yield Fixed Income  
Peer ranking is calculated using 144 peer observations.  
Source: eVestment

**Portfolio Managers**

Andrew S. Toburen, CFA  
John M. Hopkins, CFA  
Christine F. Williams

**Inception Date**

January 1, 2006

**Strategy Statistics**

As of 06.30.2022

Benchmark	ICE BofA 1-3 Yr. BB Index
Range of Holdings (Issuers)	40-50
Annualized Turnover	51.8%
Firm Assets	\$10.4B
Product Assets	\$2.8B

Source: Chartwell

# SHORT DURATION BB-RATED HIGH YIELD STRATEGY

## Strategy Statistics<sup>4</sup>

As of 06.30.2022

	Chartwell HYSDDB	ICE BofA 1-3 BB
Average Coupon	5.00%	5.61%
Current Yield	5.20%	5.73%
Yield to Maturity	6.73%	6.70%
Average Maturity	2.61 yrs.	2.84 yrs.
Average Duration	2.34 yrs.	1.88 yrs
Average Quality	Ba2	Ba1

<sup>4</sup> Portfolio information shown above is that of a representative Short Duration BB-Rated High Yield Strategy. Holdings, weightings, and characteristics are current as of the day indicated, are subject to change, and may not reflect the current portfolio.  
Source: Chartwell

## Top 10 Holdings

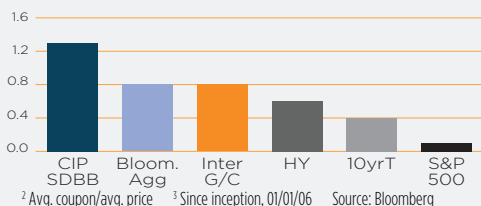
As of 06.30.2022

	Maturity	Weight
Sprint Corp.	06.15.2024	2.89%
StoneX Group Inc.	06.15.2025	2.79%
NMI Holdings Inc.	06.01.2025	2.78%
Albertsons Cos. Inc.	03.15.2026	2.73%
Western Digital Grp.	02.15.2026	2.70%
VICI Properties	12.01.2026	2.68%
SBA Communications	02.15.2027	2.66%
QVC Inc.	04.01.2024	2.65%
The ADT Corp.	06.15.2023	2.54%
Wesco Distr. Inc.	06.15.2025	2.53%
<b>Total Top 10</b>		<b>26.95%</b>

Source: Chartwell  
Holdings are subject to change.

## Risk Adjusted Yield (Current Yield<sup>2</sup>/Std. Dev<sup>3</sup>)

As of 06.30.2022



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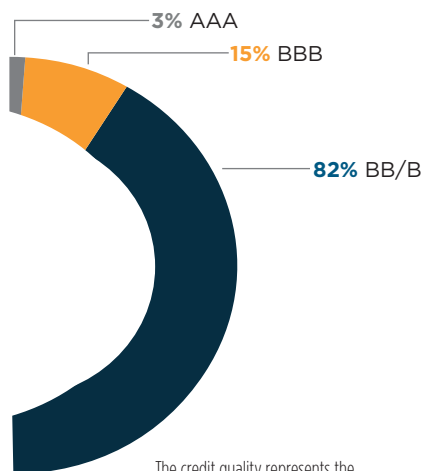
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Berwyn, PA 19312

Chartwell Investment Partners LLC, is an investment management firm dedicated solely to the investment advisory business. Chartwell's philosophy is to rely on proprietary, bottom-up research to find high quality investments across its various product offerings.

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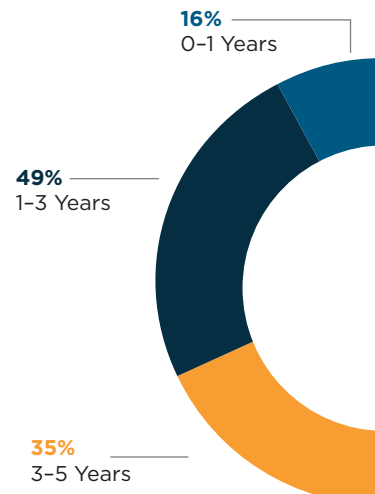
## Credit Quality<sup>1</sup>

As of 06.30.2022



## Maturity Distribution

As of 06.30.2022



Period	Comp. AUM (\$M)	% of Total AUM	# of Accounts	Gross Return	Net Return	ICE BOA 1-3 Yr. BB	Comp. 3 Yr. Std. Dev. (%)	Benchmark 3 Yr. Std. Dev. (%)	Comp. Dispersion	Total Firm AUM (\$M)
YTD 2022	\$2,801M	26.9	121	-6.04	-6.29	-6.25	5.35	7.31	N/A	\$10,399M
2021	\$3,049M	25.7	122	2.79	2.29	3.24	4.71	5.42	0.120	\$11,844M
2020	\$2,563M	25.0	118	4.93	4.43	5.44	4.73	5.46	0.320	\$10,263M
2019	\$2,190M	22.6	110	7.93	7.43	8.69	1.70	1.70	0.120	\$9,701M
2018	\$1,891M	20.6	103	1.09	0.59	1.34	1.73	1.79	0.110	\$9,189M
2017	\$1,516M	18.3	94	3.87	3.37	3.64	2.16	2.20	0.098	\$8,292M
2016	\$1,196M	14.9	92	7.37	6.87	8.46	2.45	2.39	0.373	\$8,052M
2015	\$968M	12.1	86	(0.30)	(0.80)	1.20	2.46	2.31	0.270	\$7,999M
2014	\$851M	11.0	80	1.52	1.02	1.92	2.29	2.15	0.099	\$7,737M
2013	\$454M	6.1	45	5.66	5.16	5.57	2.59	3.07	0.094	\$7,457M
2012	\$167M	3.2	12	9.69	9.19	10.23	2.79	3.53	N/A	\$5,238M
2011	\$24M	0.5	1	5.87	5.37	4.36	3.95	6.33	N/A	\$4,765M
2010	\$24M	0.5	1	9.55	9.05	11.66	N/A	N/A	N/A	\$5,016M
2009	\$22M	0.5	1	18.61	18.11	36.10	N/A	N/A	N/A	\$4,781M
2008	\$22M	0.6	4	(3.39)	(3.89)	(14.01)	N/A	N/A	0.327	\$3,738M
2007	\$3M	0.0	3	4.31	3.81	3.87	N/A	N/A	0.095	\$6,091M
2006	\$2M	0.0	2	6.45	5.95	9.98	N/A	N/A	N/A	\$5,433M

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<sup>®</sup>) 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, 2021. 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 firm assets of \$10.4 billion include \$1.0 billion in Model assets as of 06.30.2022.

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 of 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. Along with the AUM, three of Columbia's employees were integrated into Chartwell's business. They included a Marketing Director, a Large Cap Growth Portfolio Manager and a Senior Analyst.

On June 1, 2022, Chartwell Investment Partners, LLC, was acquired by Carillon Tower Advisers, the asset management subsidiary of Raymond James, Inc. (NYSE: RJI) which is based in St. Petersburg, Florida, with no effect on Chartwell's management, roster of employees or investment advisory services provided to its clients.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policy and procedures are designed to calculate and present performance in compliance with the GIPS standards. GIPS<sup>®</sup> 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 Short Duration BB-Rated High Yield Fixed Income Institutional composite has

been examined for the period January 1, 2007 to June 30, 2021. The verification and performance examination reports are available upon request.

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 first \$20 million, 0.40% on the next \$30 million, 0.30% on all additional assets. Fees for WRAP/SMA portfolios are different and will vary per platform.

The BofA High Yield Cash Pay BB 1-3 Year 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.

The Short Duration BB-Rated High Yield Fixed Income Institutional composite, composed of portfolios invested in U.S. corporate fixed income issues that are rated BB and mature in less than four years, was initially created in September 2007 and includes all fee paying and non-fee paying (i.e. incubators), discretionary accounts with comparable investment objectives and a market value in excess of \$250,000. Trade date accounting is utilized and cash equivalents are included in performance returns. Returns are calculated by geometrically linking the monthly and quarterly returns respectively. Valuations are computed and performance reported in U.S. Dollars. Composite dispersion is calculated using the asset-weighted standard deviation method, which determines the dollar-weighted mean return using the beginning-of-year market values. The three-year annualized deviation measures the variability of the composite and the benchmark returns over the preceding 36-month period. The standard deviation is not presented for 2006 through 2010 as it is not required for periods prior to 2011. There is no use of leverage or derivatives. The results of individual accounts and for different periods may vary. Other performance calculation methods might produce different results. Investors should not rely on prior performance data as a reliable indication of future performance.

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.