



FORT WASHINGTON HIGH YIELD FIXED INCOME – 2Q19

GENERAL INFORMATION

Inception Date: 07/01/1994

Total Assets: \$4.1 billion

Style: High Quality

Benchmark: Bloomberg Barclays U.S. Corporate High Yield Index

STRATEGY OVERVIEW

- ▶ Invests in higher-quality, less-volatile segments
- ▶ Top-down manages risk while bottom-up analysis builds a high quality diversified portfolio
- ▶ 25+ year track record with a focus on steady returns and principal protection

PHILOSOPHY

We believe that the higher quality segments of the high yield market can produce attractive absolute and relative returns, best achieved by:

- ▶ Strategically minimizing default risk
- ▶ Executing a consistent repeatable process
- ▶ Emphasizing risk control via rigorous portfolio analysis, portfolio diversification, position limits, and proactive selling

ABOUT FORT WASHINGTON

- ▶ Founded in 1990; \$60.6 billion in current total assets under management¹
- ▶ Breadth of experience managing capital across an array of asset classes with a diverse client base
- ▶ Organizational hallmarks include: stability of teams, consistency of process, competitive performance, deep resources, and alignment of interests

PORTFOLIO MANAGEMENT TEAM

Garrick T. Bauer, CFA
Portfolio Manager

Timothy J. Jossart, CFA
Portfolio Manager
Sectors: *Technology, Transportation*

CREDIT ANALYSTS AND RESEARCH TEAM

Casey A. Basil
Senior Credit Analyst
Sectors: *Chemicals, Gaming, Independent Energy, Oil Field Services*

Patrick L. Burleson, CFA
Senior Credit Analyst
Sectors: *Cable Satellite, Media Entertainment, Telecommunications*

Bernard M. Casey, CFA
Portfolio Manager
Sectors: *Healthcare, Pharmaceuticals*

Amy W. Eddy
Senior Credit Analyst
Sectors: *Aerospace Defense, Airlines, Automotive, Building Materials, Construction Machinery, Home Construction*

Breen T. Murphy, CFA
Senior Credit Analyst
Sectors: *Food & Beverage, Metals & Mining, Packaging, Retailers*

Helen H. Brennan
Credit Analyst
Sectors: *Banking, Consumer Cyclical, Consumer Products, Finance, Life Insurance*

Jonathan P. Westerman, CFA
Credit Analyst
Sectors: *Electric Utilities, Midstream*

Matthew J. Jackson, CFA
Senior Leveraged Credit Trader
High Yield Trading

Portfolio Characteristics (As of 06/30/19)

	Portfolio	Benchmark
Upside Market Capture	89.06%	100.00%
Downside Market Capture	76.06%	100.00%
Effective Duration	3.53 years	3.23 years
Yield to Worst	5.62%	5.88%
Option Adjusted Spread	349 bps	377 bps
Average Quality	BA3 / B1	B1 / B2
Number of Issues	337	1911
Number of Issuers	217	910

Source: Fort Washington. This supplemental information complements the High Yield Composite presentation. Portfolio characteristics are as of the reported date and are subject to change without notice. See High Yield composite on the next page for complete disclosure. Past performance is not indicative of future results.

Annualized Total Returns

Period	High Yield (gross)	High Yield (net)	Bloomberg Barclays U.S. Corporate HY Index
2Q19	3.01%	2.93%	2.50%
YTD	11.19%	11.01%	9.94%
1 Year	9.12%	8.78%	7.48%
3 Years	7.48%	7.16%	7.52%
5 Years	4.35%	4.05%	4.70%
10 Years	8.40%	8.12%	9.24%
20 Years	7.37%	7.15%	7.05%
Since Inception	7.85%	7.67%	7.46%

Past performance is not indicative of future results. See High Yield Composite on next page for complete performance information and disclosures.

COMPOSITE PERFORMANCE DISCLOSURES

	2Q19	YTD	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
High Yield Fixed Income (Gross)	3.01%	11.19%	-1.94%	7.75%	12.84%	-3.82%	2.50%	6.26%	14.08%	6.63%	13.62%	49.08%
High Yield Fixed Income (Net)	2.93%	11.01%	-2.24%	7.44%	12.52%	-4.09%	2.23%	6.01%	13.83%	6.38%	13.40%	48.79%
ML-Bloomberg Barclays Linked Benchmark ¹	2.50%	9.94%	-2.08%	7.50%	17.13%	-4.55%	2.45%	7.39%	15.44%	4.51%	15.24%	56.14%
High Yield Fixed Income 3-Year Annual Standard Deviation ²	-	-	4.01%	5.32%	5.82%	5.59%	4.53%	5.75%	5.89%	9.02%	-	-
ML-Bloomberg Barclays Linked 3-Year Annual Standard Deviation ²	-	-	4.62%	5.59%	6.01%	5.27%	4.42%	6.33%	6.93%	10.77%	-	-
Dispersion ³	0.04%	0.10%	0.07%	0.24%	0.40%	0.75%	0.15%	0.35%	0.56%	0.36%	0.89%	5.50%
Number of Accounts	11	11	11	15	18	20	21	17	21	19	15	14
Composite Assets (\$ Millions)	\$2,239.8	\$2,239.8	\$2,085.3	\$2,916.2	\$3,287.2	\$3,474.8	\$3,868.0	\$4,057.0	\$4,285.5	\$3,063.4	\$2,820.5	\$1,970.4
Composite % of Firm Assets	3.94%	3.94%	4.24%	5.53%	7.20%	8.09%	8.60%	9.29%	10.09%	8.09%	7.79%	6.59%

¹Assets as of 06/30/19. Includes assets under management by Fort Washington of \$56.9 billion and \$3.7 billion in commitments managed by Fort Washington Capital Partners Group (FW Capital), a division.

Composite inception and creation date: 07/01/94. ²Effective 01/01/16, the benchmark for this composite is the Bloomberg Barclays U.S. Corporate High Yield Index. Prior to 01/01/16, the benchmark for this composite was the Merrill Lynch U.S. Cash Pay High Yield. Given the strong similarity between the benchmarks, the change was made to enhance portfolio analysis capabilities. ³The 3-Year annualized ex-post standard deviation is calculated using monthly returns to measure the average deviations of returns from its mean. ⁴Dispersion is not calculated for years in which the composite contains five portfolios or less. Dispersion is calculated as the equal weighted standard deviation of quarterly returns for those portfolios held in the composite during the full measurement period. Past performance is not indicative of future results. Fort Washington's High Yield strategy seeks to outperform over a full market cycle (typically 3-5 years) by protecting principal in periods of market decline while providing a stable base of income across all periods. The focus is on the higher-quality credits exhibiting lower default risk and mature sectors that can be expected to weather a full market cycle. All fee-paying fully discretionary portfolios managed in the High Yield Fixed Income style, with a minimum of \$20 million under our management, are included in this composite. Effective 01/22/14, the High Yield Fixed Income fee is 0.50% for the first \$100 million and 0.45% on the balance for separate accounts. The benchmark for this composite is the Bloomberg Barclays U.S. Corporate High Yield Index. Portfolios in this composite include cash, cash equivalents, investment securities, interest and dividends. Cash is maintained, within each separately managed account segment, in accordance with our asset allocation ratio. The U.S. dollar is the base currency. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended. Returns are presented gross and net of management fees and include the reinvestment of all income. Gross returns will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. Net of fee performance was calculated using the actual management fees charged. Individual portfolio returns are calculated on a daily valuation basis. Prior to 01/01/97, individual portfolio returns were calculated on a monthly basis using a time-weighted return method. Past performance is not indicative of future results. Fort Washington Investment Advisors, Inc. (Fort Washington), a wholly owned subsidiary of The Western and Southern Life Insurance Company, is a registered investment advisor and provides discretionary money management to a broad range of investors, including both institutional and individual investors. Assets under management include all portfolios managed by Fort Washington and exclude assets managed by and marketed as its Private Equity business unit. Fort Washington claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS Standards. Fort Washington has been independently verified for the periods 7/1/94 – 12/31/17. A copy of the verification reports are available upon request. 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 policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. To receive a complete list and description of composites, contact Fort Washington by phone at 888.244.8167, in writing at 303 Broadway, Suite 1200, Cincinnati, Ohio 45202, or online at fortwashington.com.

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