

## Objective and Strategy

The Avitas Wealth Management (AWM) Equity Advantage seeks to deliver long-term total return on capital, primarily through capital appreciation.

The AWM Equity Advantage Composite includes all discretionary portfolios that invest primarily in global mid and large cap growth companies and may invest in smaller companies and businesses domiciled internationally.

AWM Equity Advantage should be considered a more aggressive strategy and may be less likely to track the benchmark.

Investments are selected with a bottom-up analysis of securities' fundamental and technical factors, as well as exposure to key thematic trends.

A top-down view of global macroeconomics shapes sector and geographic allocations.

The strategy is "advantaged" with derivatives optionality. Specifically, the strategy may purchase and write listed options to generate income, reduce volatility, or enhance alpha.

Additionally, during times of heightened volatility, cash or highly liquid fixed income securities may be tactically utilized to preserve capital.

## Team

**Russell Evans, CIMA, Portfolio Manager**  
*Investment Strategist*

**Peter Lee, CFA, Portfolio Manager**  
*Director of Research and Analytics*

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## Performance Characteristics

### Composite Return Analysis

	Pure Gross	Net <sup>1</sup>	Primary Benchmark <sup>2</sup>	Secondary Benchmark <sup>3</sup>
Quarter	-22.87%	-23.14%	-20.92%	-16.10%
Year To Date	-30.85%	-31.30%	-28.07%	-19.96%
One Year	-29.96%	-30.86%	-18.77%	-10.62%
Three Year*	3.63%	2.34%	12.58%	10.60%
Five Year*	N/A	N/A	N/A	N/A
Since Inception (1/1/2018)*	5.00%	3.70%	12.63%	9.97%
Positive Quarters	12		14	13
Negative Quarters	6		4	5

<sup>1</sup> Net of maximum 1.25% wrap fee

<sup>2</sup> Russell 1000 Growth

<sup>3</sup> S&P 500 Total Return

\*Returns greater than 1 year are annualized

### BEST PERFORMERS

Security Name	2Q22 Strategy Return	2Q22 Contribution
HUMANA INC	6.5%	0.0%
VERTEX PHARMACEUTICALS	5.0%	0.0%
COSTAR GROUP INC	7.2%	0.0%
AUTOZONE INC	5.1%	0.0%
AMGEN INC	1.4%	0.0%

### WORST PERFORMERS

Security Name	2Q22 Strategy Return	2Q22 Contribution
AMAZON.COM INC	-34.8%	-3.6%
APPLE INC	-21.6%	-3.0%
MICROSOFT CORP	-16.5%	-2.0%
ALPHABET INC-CL A	-21.7%	-1.6%
TESLA INC	-37.5%	-1.6%

### LARGEST 10 POSITIONS

Security Name	Weight
TECHNOLOGY SELECT SECT SPDR	8.9%
APPLE INC	8.1%
MICROSOFT CORP	7.2%
ALPHABET INC-CL A	5.3%
VISA INC-CLASS A SHARES	4.2%
COSTCO WHOLESALE CORP	4.1%
VANGUARD CONSUMER DISCRE ETF	4.0%
AMAZON.COM INC	3.2%
ADVANCED MICRO DEVICES	2.8%
VANGUARD COMMUNICATION SERVICES	2.7%
Total	50.5%

### SMALLEST 10 POSITIONS

Security Name	Weight
CNH INDUSTRIAL NV	0.4%
TRADE DESK INC-CLASS A	0.3%
PALANTIR TECHNOLOGIES INC-A	0.3%
PINDUODUO INC-ADR	0.3%
SAMSARA INC-CL A	0.3%
UNITY SOFTWARE INC	0.3%
DOCUSIGN INC	0.3%
SEA LTD-ADR	0.3%
SPOTIFY TECHNOLOGY SA	0.3%
MARQETA INC-A	0.3%
Total	3.0%

## Strategy Highlights

- Invest in companies with above average growth prospects
- Combine top-down thematics with bottom-up research
- Options overlay to enhance returns above the stand alone performance of the underlying stock as well as reduce overall volatility of strategy

## Strategy Structure

- Typically holds 50-75 securities
- Initial investments range from 0.25% to 3.75% of portfolio
- May invest in all 11 GICS economic sectors
- Investments may include ETFs, ETNs, ADRs, & foreign ordinaries in the OTC market
- Top 10 holdings may be greater than 30% of net assets
- Turnover range 50% annually

*Best/Worst Performers, Top/Bottom Ten Holdings, and Positive/Negative Periods are presented as supplemental information. Source: Bloomberg & Model Account. Performers & Holdings information should not be deemed a recommendation to buy or sell the securities. For comparison purposes, the Equity Advantage composite is measured against the Russell 1000 Growth Index. You cannot invest directly in an index. A complete description of Avitas' performance calculation methodology, including a complete list of each security that contributed to the performance of this Avitas composite is available upon request.*

# Strategy Characteristics

## About Avitas Wealth Management

Avitas Wealth Management is a boutique asset manager and wealth advisory firm serving select multigenerational families and institutions. We provide Institutional Style Portfolio Management, Financial Planning, Total Wealth Organization®, and exclusive access to Private Equity Managers.

Our clients want an independent advisor who sees the world through the same lens they do. One who

earns their trust and is just as committed to their success as they are. An advisor who will guide their family through every financial decision, standing by their side for a lifetime. That is the kind of advisor Avitas is built to be. Your advisor for life.

For more than twenty years, the founders of Avitas have followed one simple idea: To remove distractions and conflicts and add back the

one thing clients really want – their own wealth, totally organized. We are not driven by sales commissions or hidden incentives. A relationship with Avitas is unlike any financial advisor relationship you may have experienced.

### STRATEGY CHARACTERISTICS

Strategy AUM	\$53.4 MM
Composite AUM	\$43.6 MM
Minimum Account Size	\$500,000
Number of Holdings	74
Dividend Yield	1.20%

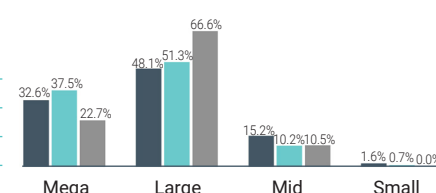
### Size Distribution

Market Capitalization	EA Portfolio	Russell 1000 Growth <sup>1</sup>	S&P 500 <sup>1</sup>
Mega	32.6%	37.5%	22.7%
Large	48.1%	51.3%	66.6%
Mid	15.2%	10.2%	10.5%
Small	1.6%	0.7%	0.0%

Source: Bloomberg & Model Account

Market cap categorization is proprietary to Avitas.

Mega: Greater than \$500 Billion, Large: \$25 Billion to \$500 Billion, Mid: \$5 Billion to \$25 Billion, Small: Less than \$5 Billion



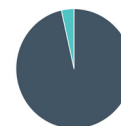
### Geographic Distribution

Geography	EA Portfolio	Russell 1000 Growth <sup>1</sup>	S&P 500 <sup>1</sup>
Domestic*	96.2%	99.7%	99.3%
International	3.5%	0.2%	0.7%

Source: Bloomberg & Model Account

\*Domestic includes allocation to cash or cash equivalents

Equity Advantage Distribution

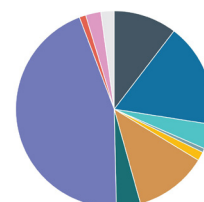


### Sector (GICS) Weightings

Sector	EA Portfolio	Russell 1000 Growth <sup>1</sup>	S&P 500 <sup>1</sup>
Communication Services	10.4%	8.1%	8.9%
Consumer Discretionary	17.1%	15.5%	10.5%
Consumer Staples	4.1%	5.9%	7.0%
Energy	0.7%	1.5%	4.3%
Financials	1.5%	3.0%	10.8%
Health Care	12.0%	12.3%	15.1%
Industrials	4.0%	7.0%	7.8%
Information Technology	44.6%	43.5%	26.8%
Materials	1.1%	1.4%	2.6%
Real Estate	2.5%	1.8%	2.9%
Utilities	0.0%	0.1%	3.1%
Other	0.0%	0.0%	0.0%
Cash	2.2%	0.2%	0.3%

Source: Bloomberg & Model Account

Equity Advantage Growth Sector (GICS) Weighting



## Strategy Guidelines

- Market capitalization \$1 billion or greater
- Maximum equity position size is 15%
- Sector weight maximum 200% of the benchmark
- Investments not confined to securities in Benchmark Index
- Maximum 30% allocation to foreign securities
- Seek tax-efficient management

<sup>1</sup> Size, Geographic, and Sector data for indexes related to R1000G and S&P 500 sourced from index-based exchange traded funds (ETFs).

• Russell 1000 Growth - iShares Russell 1000 Growth ETF (Symbol: IWF)

• S&P 500 - iShares S&P 500 ETF (Symbol: IVV)

The selected ETFs are believed to closely approximate the actual indices used in the benchmarks but may deviate from them.

## Notes

Avitas Wealth Management, LLC ("Avitas") claims compliance with the Global Investment Performance Standards (GIPS®).

Strategy AUM includes all assets managed in the Equity Advantage strategy, including accounts that were omitted from the composite performance calculation as of the valuation date, as outlined in Avitas' GIPS Policy Manual.

Dividend Yield is the weighted average trailing twelve months (TTM) dividend yield of Strategy holdings as of the calculation date. The Dividend Yield does not indicate actual dividends received over TTM, nor imply future dividend payouts over the next year.

A complete GIPS Composite Report is available upon request at (424) 371-9010 or info@avitaswealth.com.

Pure gross returns are shown as supplemental information and stated gross of all fees and transaction costs; net returns are reduced by the highest all-inclusive bundled fee of 1.25%, applied monthly. Composite returns reflect the reinvestment of dividends and capital gains. Valuations are computed and performance is reported in US dollars. Past performance is not indicative of future results.

The AWM Equity Advantage Composite includes all discretionary portfolios that invest primarily in equities of large US companies believed to have significant potential for capital appreciation. The composite may also invest in smaller firms and businesses domiciled internationally. In addition, the composite may write covered calls to generate additional income, write cash-secured puts, or buy calls and puts. Under certain

market conditions, the composite may invest in cash or equivalents, as well as highly liquid fixed securities.

In November 2020, the benchmark was changed from Russell 3000 Growth Index to Russell 1000 Growth Index for all periods.

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