

# Dividend Value Equity

## Investment Objective

The Dividend Value Equity Strategy seeks to own undervalued stocks of companies with attractive and sustainable dividend growth and an advantage in free cash flow margin. Our goal is to provide superior long-term returns with the potential for rising income and capital appreciation. Our focus is on sustainable companies with competitive brands, solid balance sheets along with consistent dividend, cash flow and earnings growth. We believe that dividend income provides a distinct advantage, particularly when the outlook for inflation is uncertain and the broader market witnesses periods of high volatility.

## Firm Overview

|                        |                           |
|------------------------|---------------------------|
| <b>AUM<sup>1</sup></b> | \$2.48B                   |
| <b>Founded</b>         | 2003                      |
| <b>Based</b>           | Cleveland, OH             |
| <b>Satellites</b>      | Detroit, MI<br>Naples, FL |

## Strategy Overview

|                        |                    |
|------------------------|--------------------|
| <b>Inception Date</b>  | 7/31/2009          |
| <b>Benchmark</b>       | Russell 1000 Value |
| <b>Strategy Assets</b> | \$652.01M          |

## Portfolio Management Team

|                           |                     |
|---------------------------|---------------------|
| <b>Sonia Mintun, CFA</b>  | 39 years experience |
| <b>David Sowerby, CFA</b> | 37 years experience |

## Top 10 Equity Holdings

| Securities               | Weight (%)   |
|--------------------------|--------------|
| Broadcom, Inc.           | 8.16         |
| AbbVie, Inc.             | 5.64         |
| Microsoft Corp.          | 5.44         |
| Eaton Corporation PLC    | 4.98         |
| UnitedHealth Group, Inc. | 4.60         |
| JPMorgan Chase & Co.     | 4.44         |
| EOG Resources, Inc.      | 4.26         |
| The Home Depot, Inc.     | 4.13         |
| Chevron Corp.            | 4.06         |
| Apple Inc.               | 3.82         |
| <b>Total</b>             | <b>49.53</b> |

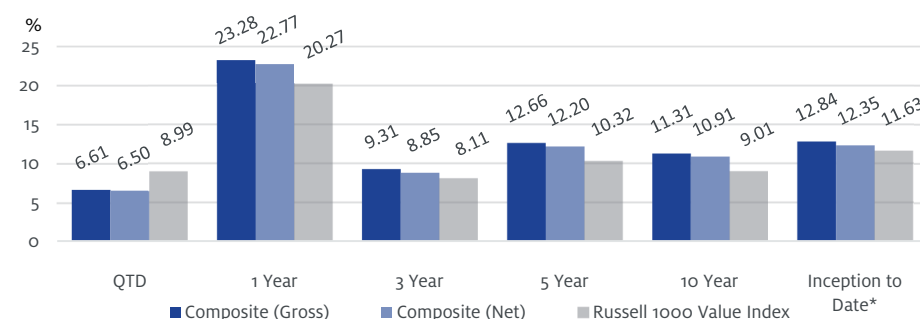
## Risk Analytics<sup>2</sup>

|                         | 3 Yr   | 5 Yr   | ITD   |
|-------------------------|--------|--------|-------|
| Annualized Alpha        | 0.98   | 2.84   | 2.62  |
| Beta                    | 1.03   | 0.92   | 0.87  |
| R-Squared               | 0.93   | 0.95   | 0.93  |
| # Positive Quarters     | 7      | 14     | 44    |
| # Negative Quarters     | 5      | 6      | 14    |
| Tracking Error          | 4.07   | 4.47   | 4.32  |
| Information Ratio       | 0.29   | 0.52   | 0.33  |
| Sharpe Ratio            | 0.43   | 0.57   | 0.82  |
| Upside Market Capture   | 108.10 | 105.59 | 97.29 |
| Downside Market Capture | 99.95  | 91.46  | 80.48 |
| Batting Average         | 0.58   | 0.65   | 0.55  |

## Investment Strategy

- > Curate a concentrated portfolio invested in approximately 35 companies
- > Place emphasis on dividend growth and free cash flow
- > Utilize patient capital for lower turnover
- > Stability of the business models and capital appreciation is reflected in downside protection
- > An experienced portfolio management team has invested in multiple market cycles
- > Portfolio managers are shareholders of the firm and investors in the strategy

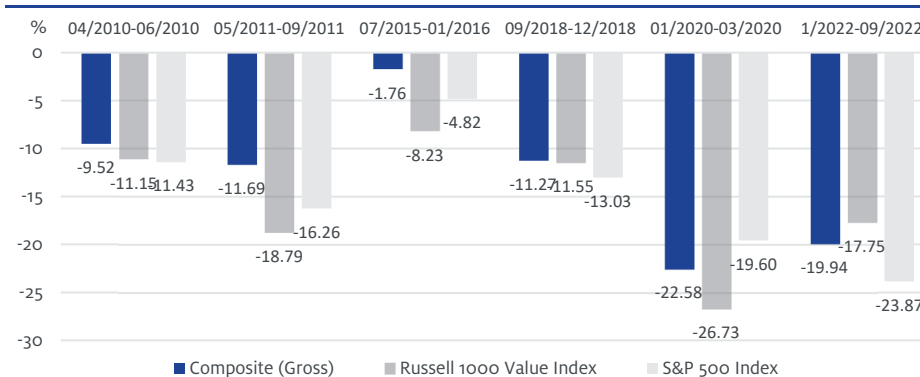
## Performance



\*Represents annualized performance from inception of 07/31/2009  
Periods less than one year are not annualized

Data as of 3/31/2024

## Downside Protection<sup>3</sup>



Showing 6 largest Russell 1000 Value drawdowns since 08/31/2009

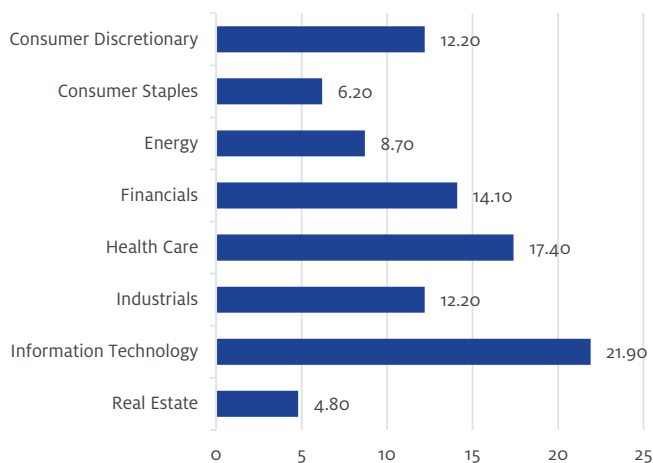
Month-end nearest to peak and trough dates were selected to represent downturn periods defined by PM

## Portfolio Characteristics<sup>3</sup>

|  |                  |
|--|------------------|
| <b>Secondary Equity Style Emphasis</b>       | Dividend Focused |
| <b>Current Cash Position</b>                 | 4.30%            |
| <b>Current # of Holdings</b>                 | 31               |
| <b>Annual Turnover (LTM)</b>                 | 15.68%           |
| <b>Current Dividend Yield</b>                | 2.17%            |
| <b>P/E (12 mo Forward)</b>                   | 18.52            |
| <b>Free Cash Flow Yield (LTM)*</b>           | 4.80%            |
| <b>5 Year ROE</b>                            | 26.15%           |
| <b>Current Wgtd. Avg. Mkt. Cap (\$M)</b>     | \$513,458        |
| <b>Current Median Mkt. Cap (\$M)</b>         | \$142,391        |
| <b>5 Year Attribution - Selection Effect</b> | 11.01%           |

\*Excludes Financial Sector & Cash

Portfolio Breakdown (%)



Data as of 3/31/2024  
 Portfolio weights are subject to change without notice.  
 Due to rounding, values might not add up to 100%.

The Adviser

Ancora Advisors, LLC is an SEC registered investment adviser and a wholly-owned subsidiary of The Ancora Group LLC, a wholly-owned subsidiary of Ancora Holdings Group LLC. SEC registration does not imply a certain level of skill or training. Ancora Advisors LLC claims compliance with the Global Investment Performance Standards (GIPS®).

To obtain a GIPS Composite Report and/or a list of composite descriptions you may contact:

Renie Walters  
 GIPS Compliance Officer & Head of Investment Performance Measurement  
 6060 Parkland Boulevard, Suite 200  
 Cleveland, Ohio 44124  
 rwalters@ancora.net

The Dividend Value Equity composite was created on September 30, 2010 and has an inception date of July 31, 2009. The composite invests in equities including preferred stocks with above average current yield. The composite benchmark is the Russell 1000 Value. Russell 1000 Value Index: This index is a subset of the securities found in the Russell 1000 representing approximately 700 securities in the Russell 1000 Value Index. The stocks included in the value index are selected based on a "probability" of value as measured by their relative book-to-price (B/P) ratio. The index does not include the effects of sales charges and cannot be invested in directly. The pooled investment vehicle in composite calculates net of fees returns net of all expenses including management fees and transaction costs.

<sup>1</sup>To be consistent with Ancora's ADV filing, as required by the SEC for registered investment advisors, firm assets under management listed in this document reflect the discretionary values reported to the SEC. Ancora's GIPS assets under management is \$2.47 billion as of March 31, 2024.

<sup>2</sup>Risk Analytics source: eVestment Alliance, using quarterly data

<sup>3</sup>Portfolio Characteristics & Downside Protection source: Bloomberg

Investors should consider the strategy's investment objectives, risks and expenses carefully before investing. This and other important information about the strategy can be found in the strategy's GIPS composite report. Please read the report carefully before investing. Valuations and returns are computed and stated in U.S. dollars. Gross returns are calculated gross of management and net of transaction costs. Net returns are calculated net of actual management fees and transaction costs. Both returns are calculated gross of all withholding taxes on foreign dividends. The composite results portrayed reflect the reinvestment of dividends, capital gains, and other earnings when appropriate. Composite data is portrayed. Individual account holdings and performance may vary depending on factors including account size, client-imposed restrictions, the timing of client investments, market conditions, contributions, withdrawals and other factors. Policies for valuing portfolios, calculating performance and preparing composite reviews are available upon request. Ancora's investment advisory fees are described in Part 2A of its Form ADV. This document does not constitute the recommendation of Ancora to meet the investment needs of any individual client. It does not take into account any specific investment objectives, financial situations, or particular needs of any specific person who may receive this report. This report is not to be considered investment advice or a recommendation of any particular security, nor is it intended to provide personal investment advice. Investors should seek financial advice regarding the appropriateness of investing in any securities and other investments or investment strategies discussed in this report. The information provided in this report is for informational purposes only and is not an offer to sell or a solicitation of an offer to buy any securities in any jurisdiction. Investors should note that income from such securities or other investments, if any, may fluctuate and that price or value of such securities and investments may rise or fall. Investments are not insured by the FDIC and are not guaranteed by Ancora. This material may not be reproduced, redistributed, retransmitted or disclosed, or referred to in any publication, in whole or in part, or in any form or manner, without the express written consent of Ancora's GIPS Compliance Officer. Any unauthorized use or disclosure is prohibited. GIPS® is a registered trademark owned by CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Receipt and review of this report constitutes your agreement not to redistribute, retransmit, or disclose to others the contents, opinions, conclusion, or information contained in this report. Past performance does not guarantee future results.

This Presentation is for informational purposes only. No part of this Presentation may be reproduced in any manner without the written permission of Ancora. Each person who has received or viewed this Presentation is deemed to have agreed: (i) not to reproduce or distribute this Presentation, in whole or part; (ii) not to disclose any information contained in this document except to the extent that such information was (a) previously known by such person through a source (other than the Fund, its partners or advisors) not bound by any obligation to keep confidential such information, (b) in the public domain through no fault of the person, or (c) later lawfully obtained by such person from sources (other than the Fund, its partners or advisors) not bound by any obligation to keep such information confidential; and (iii) to be responsible for any disclosure of this document by such person or any of its employees, agents or representatives.

Ancora Holdings Group LLC is the parent company of four registered investment advisers with the United States Securities and Exchange Commission; Ancora Advisors, LLC, Ancora Alternatives, LLC, Ancora Family Wealth Advisors, LLC and Ancora Retirement Plan Advisors, LLC. In addition, it owns two insurance agencies: Ancora Insurance Solutions LLC and Inverness Securities LLC. Inverness Securities is a FINRA & SIPC member broker dealer. A more detailed description of the firm, its products and services, management team and practices are contained in the firm brochures, Form ADV Part 2A and other disclosures upon request. Qualified prospective investors may obtain these documents by contacting the company at: 6060 Parkland Boulevard, Suite 200, Cleveland, Ohio 44124, Phone: 216-825-4000, or by visiting [www.ancora.net](http://www.ancora.net).

**Dividend Value Equity Composite**  
01/01/13 - 12/31/22

| Year | Composite Gross Return (%) | Composite Net Return (%) | Benchmark Return (%) | 3 Yr St Dev Composite (%) | 3 Yr St Dev Benchmark (%) | Number of Portfolios | Dispersion (%)* | Composite Assets (\$M) | Firm Assets (\$M) |
|------|----------------------------|--------------------------|----------------------|---------------------------|---------------------------|----------------------|-----------------|------------------------|-------------------|
| 2013 | 27.47                      | 27.07                    | 32.53                | 9.48                      | 12.70                     | 15                   | 2.44            | 36.88                  | 1689.70           |
| 2014 | 13.46                      | 13.00                    | 13.45                | 7.87                      | 9.20                      | 15                   | 1.37            | 61.47                  | 2003.56           |
| 2015 | 0.71                       | 0.37                     | -3.83                | 10.11                     | 10.68                     | 19                   | 0.51            | 70.50                  | 2005.18           |
| 2016 | 12.22                      | 11.84                    | 17.34                | 9.74                      | 10.77                     | 13                   | 1.15            | 84.14                  | 2049.70           |
| 2017 | 22.07                      | 21.72                    | 13.66                | 9.33                      | 10.20                     | 15                   | 0.62            | 109.23                 | 2495.31           |
| 2018 | -5.22                      | -5.51                    | -8.27                | 9.70                      | 10.82                     | 27                   | 0.37            | 169.50                 | 2424.99           |
| 2019 | 30.17                      | 29.72                    | 26.54                | 11.35                     | 11.85                     | 32                   | 0.53            | 309.88                 | 2741.51           |
| 2020 | 10.79                      | 10.37                    | 2.80                 | 17.85                     | 19.62                     | 43                   | 0.92            | 438.74                 | 3125.16           |
| 2021 | 28.15                      | 27.60                    | 25.16                | 17.10                     | 19.05                     | 52                   | 0.36            | 557.17                 | 3230.20           |
| 2022 | -10.71                     | -11.08                   | -7.54                | 19.80                     | 21.25                     | 46                   | 0.42            | 452.27                 | 2237.58           |

Returns for Period:

|             |        |        |       |
|-------------|--------|--------|-------|
| 1 Year      | -10.71 | -11.08 | -7.54 |
| 5 Year      | 9.36   | 8.95   | 6.67  |
| 10 Year     | 12.05  | 11.65  | 10.29 |
| Inception** | 12.41  | 11.92  | 11.15 |

\*For those years when less than six portfolios were included in the composite for the full year, no dispersion measure is presented

\*\*Represents annualized performance since inception of 07/31/2009, time-weighted returns, periods less than one year are not annualized

Firm Information: Ancora Advisors, LLC is an SEC registered investment adviser and a wholly-owned subsidiary of The Ancora Holdings Group LLC's whose ultimate parent is Focus Financial Partners, LLC, a public company traded on the NASDAQ Global Select Market. Ancora Advisors LLC was established in 2003 to manage a variety of equity, fixed income, and balanced assets. The firm manages accounts for U.S. based clients. Those accounts include individual, pension, profit sharing plans, charitable endowments and businesses on a discretionary basis. Ancora Advisors LLC also serves as the investment advisor to the Ancora Family of Mutual Funds. An SEC registration does not imply a certain level of skill or training.

Composite Characteristics: The Dividend Value Equity composite was created on September 30, 2010 and has an inception date of July 31, 2009. The composite invests in equities including preferred stocks with above average current yield with a focus on value. The composite utilizes the Russell 1000 Value Index as the benchmark. The Russell 1000 Value Index is a subset of the securities found in the Russell 1000, representing approximately 700 securities from the Russell 1000 Index. The stocks included in the value index are selected based on a "probability" of value as measured by their relative book-to-price (B/P) ratio. The index does not include the effects of sales charges and cannot be invested in directly. Beginning November 1, 2022, accounts may not contain any fixed income securities. Prior to November 1, 2022, accounts eligible for the composite may contain small portions of fixed income (less than 10%). In the event that the fixed income portion crosses the 10% threshold, the account will be removed from the composite until the fixed income portion decreases below 10%. Accounts must meet \$1,000,000 minimum account size for inclusion in the composite. Prior to July 1, 2019, portfolio assets below \$500,000 were not included in the composite. Prior to January 1, 2016, portfolios with assets below \$250,000 were not included in the composite. New accounts that fit the composite definition are added at the beginning of the first full calendar month for which the account is under management. Closed account data is included in the composite as mandated by the standards in order to eliminate a survivorship bias. Beginning December 31, 2017 accounts eligible for this composite will no longer be included in the Large Cap Composite. From September 30, 2011 to December 31, 2017 all accounts eligible for this composite were also included in the Large Cap Composite.

Calculation Methodology: Valuations and returns are computed and stated in U.S. dollars. Gross returns are calculated gross of management and net of transaction costs. Net returns are calculated net of actual management fees and transaction costs. Both returns are calculated gross of all withholding taxes on foreign dividends. Gross of fee returns are used to calculate the presented risk measures (Dispersion & 3 Yr St Dev). The composite results portrayed reflect the reinvestment of dividends, capital gains, and other earnings when appropriate. The dispersion measure is the asset-weighted standard deviation of accounts in the composite for the entire year. Policies for valuing investments, calculating performance and preparing GIPS reports are available upon request.

Other Disclosures: Ancora Advisors LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Ancora Advisors LLC has been independently verified for the periods January 1, 2003 – December 31, 2022. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The Dividend Value Equity composite has had a performance examination for the periods August 1, 2009 – December 31, 2022. The verification and performance examination reports are available upon request. Past performance does not guarantee future results. This performance report should not be construed as a recommendation to purchase or sell any particular securities held in composite accounts. Market conditions can vary widely over time and can result in a loss of portfolio value. A complete list and description of all the firm's composites is available upon request. The firm's equity fee schedule is as follows: \$1 million to \$10 million at 1.00%, \$10 million to \$20 million at 0.90%, \$20 million to \$50 million at 0.80%, and \$50 million plus at 0.70%. Fees may be subject to negotiation where special circumstances warrant. Accounts that experience significant cash flows in excess of 25% of the account's market value are removed from the composite for one full calendar month and not included for composite performance reporting purposes. Additional information regarding the treatment of significant cash flows is available upon request. The benchmark returns are not covered by the report of independent verifiers.

Ancora Holdings Group LLC is the parent company of several registered investment advisers with the United States Securities and Exchange Commission; Ancora Advisors, LLC, Ancora Alternatives, LLC, Ancora Family Wealth Advisors, LLC and Ancora Retirement Plan Advisors LLC. In addition, it owns two insurance agencies: Ancora Insurance Solutions LLC and Inverness Securities LLC. Inverness Securities is a FINRA & SIPC member broker dealer. A more detailed description of the firm, its products and services, management team and practices are contained in the firm brochures, Form ADV Part 2A and other disclosures upon request. Qualified prospective investors may obtain these documents by contacting the company at: 6060 Parkland Boulevard, Suite 200, Cleveland, Ohio 44124, Phone: 216-825-4000, or by going to www.ancora.net. To obtain a list of composite descriptions please contact Renie Walters, GIPS Compliance Officer & Head of Investment Performance Measurement, at 216-593-5015 or rwalters@ancora.net.

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.