

MANAGER



Matt Ristuccia, MBA, CFA
Chief Investment Officer
Portfolio Manager

OVERVIEW

Better than a hedge fund:

- No lock-up
- Low minimum of \$250,000
- Low cost - no performance fee
- Separate account structure
- Transparency (holdings held directly in your account)
- 100% liquid
- Ability to short market (max short: 50%)

Structure:

- 75% of strategy invests in best ideas from best activist hedge funds
- 25% of strategy invests in best ideas from other hedge funds, or invests in hedge fund-like factor or specialty ETFs

Attributes:

- Concentrated 10-20 holdings
- Only short in environments where a deep bear market, based on our indicators, is likely

CONTACT

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Argent Hedge Fund Replication

Good activists create alpha through influencing change at public companies. Activist investing is when an investor takes a more active role in influencing management of public companies to make changes that in the activist's view will increase the value of the company. There are two main types of activists. Most are focused on short-run transactional value (spin-offs, splits), which in our view is often sub-optimal for the long run. A few are focused on acting like private equity in public markets, whereby they become partners with management to influence positive change quietly that subsequently creates value. This is the type of activist that, in our opinion, truly creates long-term value. We seek to invest alongside these types of activists.

Characteristics

	Argent HFR	S&P 500
Market Cap (avg.)	\$126.2B	\$243.3B
# of Securities	17	505
Dividend Yield	2.15	1.90
P/E using FY1 Est.	18.7	17.9
Beta (3 yr.)	0.69	1.00
Alpha	3.80	-

Data is based on sample account, FactSet, and Argent estimates.

Top 10 Holdings

Proctor & Gamble
Sysco Corporation
Mondelez International
U.S. Dollar
Citigroup
General Electric Corp.
PPG Industries, Inc.
Wendy's Co.
Alibaba Group
Walt Disney Company

Top Sector Weightings

Sectors	Argent HFR	S&P 500
Consumer Non-Durables	36.3%	6.4%
Distribution Services	13.7%	0.6%
Cash	9.6%	0.2%
Finance	8.5%	18.1%
Electronic Technology	7.2%	12.2%
Consumer Services	6.6%	5.7%
Process Industries	4.2%	2.3%
Health Technology	3.4%	11.3%
Retail Trade	3.3%	7.8%
Industrial Services	2.2%	1.2%
Health Services	2.1%	2.2%

Domicile

	Argent HFR	S&P 500
United States	97%	100%
Pacific Rim	3%	0%

Account Information

- Minimum account size: \$250,000
- Strategy offered as separately managed account

Disclosures

Policies and Procedures: The Argent Wealth Management (“Argent”) Hedge Fund Portfolio performance results represent results for the Argent Hedge Fund Replication Portfolio (the “Portfolio”) during the corresponding time period. Argent currently utilizes the Portfolio in managing actual client portfolios. Argent Wealth Management’s policies and procedures manual for calculating performance is available upon request.

Definition of Firm: Argent Wealth Management is an independent investment advisory firm not affiliated with any parent organization.

Composite Description: The Argent Hedge Fund Replication strategy seeks long term capital appreciation through investing in the ‘best ideas’ of leading hedge funds that we have identified for long term success. The portfolio holdings consist of the best long-only ideas from activist hedge funds, best ideas from other hedge funds, or investments in hedge fund-like factor or specialty ETFs. The portfolio will typically be invested in 15-30 individual equity securities or ETFs seeking long term capital appreciation. The Registrant reserves the right to change the characteristics of the model portfolios at any time in its sole discretion.

Benchmark Description: S&P 500 Index.

Fees: The performance results are reported inclusive of dividends and other account earnings, and gross and net of Argent’s investment management fee. A fee schedule is available upon request. Gross of fee returns are calculated net of trading costs. Argent’s management fee will differ based upon the amount of assets a client places under Argent’s management per Argent’s management fee schedule set forth on Part 2A of its Form ADV (i.e., the greater the amount of assets, the lower the management fee).

Other Composites: A list of other composite portfolio descriptions is available upon request. This composite portfolio was created on 10/01/2017.

Minimum Account Size: There is no minimum account size.

Dispersion: Internal Dispersion is the equal weighted standard deviation of gross returns of all accounts in the composite portfolio for the full calendar year. The Portfolio results may materially differ from actual client results based upon various factors.

Standard Deviation: Standard deviation is calculated by annualizing the prior 36 month standard deviation of returns for both the composite portfolio and benchmark. For composite portfolios with less than three full years of performance, standard deviation is not presented.

Please Note: Past performance may not be indicative of future results. Therefore, no current or prospective client should assume that future performance will be profitable, equal the performance results reflected, or equal the corresponding historical benchmark or blended benchmark index. Historical index performance results for the comparative indices reflect reinvested dividends, but do not reflect the deduction of an investment management fee, the deduction of which would have the effect of decreasing indicated historical index performance results. The historical performance results are provided exclusively for comparison purposes only, so as to provide general comparative information to assist an individual client or prospective client in determining whether the Portfolio performance meets, or continues to meet, his/her investment objective(s). Please Also Note: (1) a description of each of the comparative indices set forth above; (2) performance results do not reflect the impact of taxes; (3) It should not be assumed that account holdings will correspond directly to any such comparative benchmark index; and, (4) comparative indices may be more or less volatile than the Portfolio.

For reasons including variances in account holdings, variances in the investment management fee incurred, market fluctuation, the date on which a client engaged Argent’s investment management services, and any account contributions or withdrawals, the performance of a specific client’s account may have varied substantially from the indicated Portfolio performance results.

In the event that there has been a change in a client’s investment objectives or financial situation, the client is encouraged to advise Argent immediately. Different types of investments and/or investment strategies involve varying levels of risk, and there can be no assurance that any specific investment or investment strategy (including the investments purchased and/or investment strategies devised or undertaken by Argent), will be either suitable or profitable for a client’s or prospective client’s portfolio.

All performance results have been compiled by Argent and have not been independently verified. Information pertaining Argent’s investment advisory operations, services, and fees is set forth in Argent’s current written disclosure statement, a copy of which is available from Argent upon request.

Any Questions: Argent’s Chief Compliance Officer, Richard D. Kahn, remains available to address any questions that a client or prospective client may have regarding the Strategy results.