Enhanced Large Cap

Objective	Provide a risk-controlled alternative to indexing Construct an optimized portfolio of companies to outperform the S&P 500 Index while maintaining benchmark characteristics Provide consistent excess returns in both up and down markets while minimizing the risk of underperformance
Initial Universe	U.S.-listed equities with market capitalization greater than $1.5 billion Screened for minimum data requirements
Fundamental Research	Fundamental research carried out systematically using quantitative investment methodology Proprietary Total Composite Model ranks stocks based on valuation, earnings, and trading momentum
Portfolio Construction	Optimize portfolio to overweight top 20%-ranked stocks and underweight or eliminate bottom 20%-ranked stocks Maintain benchmark-like exposure to remainder of the universe Risk guidelines (relative to the benchmark): +/- 1% per security, +/- 1% per sector, +/- 1.5 % to 2% tracking error
Sell Discipline	Objective and disciplined Triggered by declining ranks
Target Portfolio	175 to 250 securities that are broadly diversified among all major economic sectors Style and sector neutral Style adherent Fully invested with minimal cash