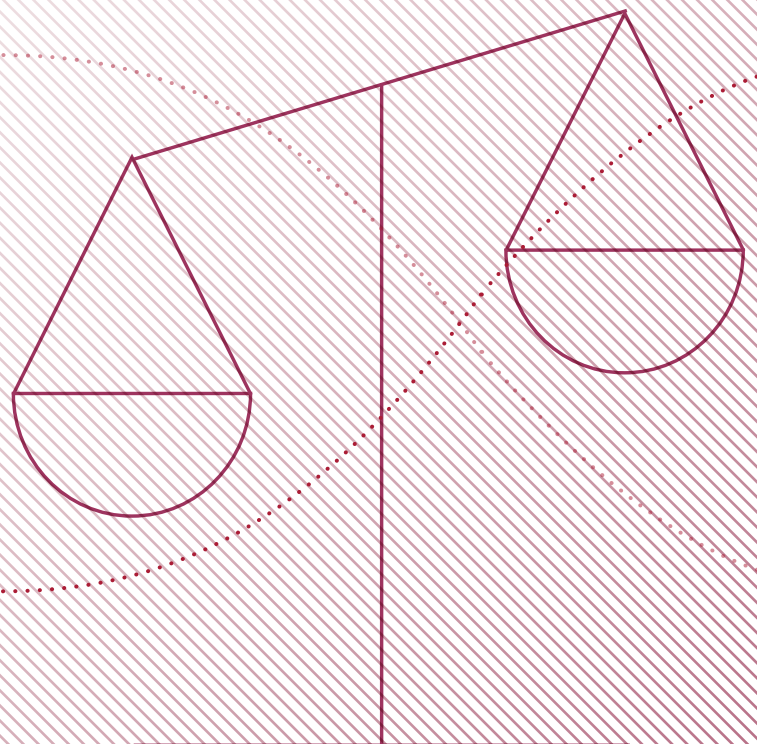
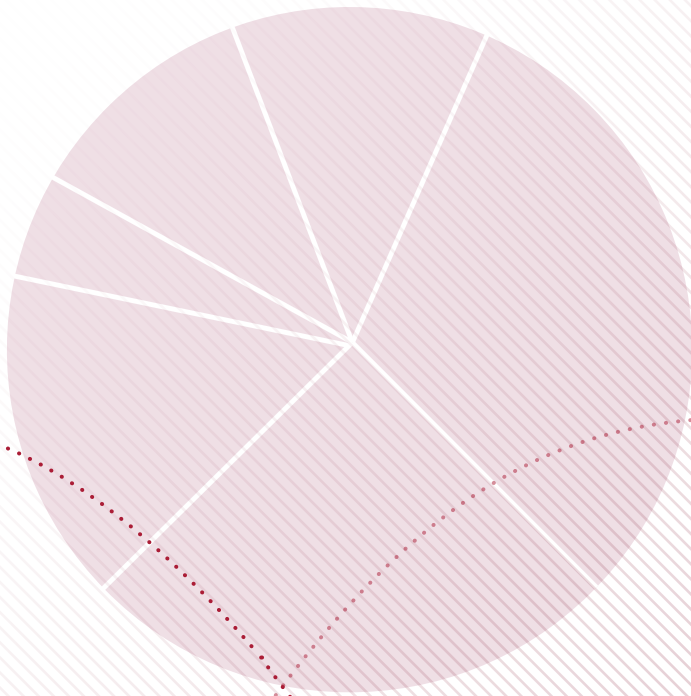


# Multi-Asset Income

## Outcome-Based Series

Seeking to deliver a sustainable range of income  
while protecting capital for the long term.



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## A risk-aware strategy designed for a sustainable range of income

Multi-Asset Income takes an absolute view of income, not one based on a benchmark. That means every investment we make seeks the right balance between risk (protecting your savings) and return (delivering income).

### Income for the Long Haul

Some income fund managers take on elevated risk in their search for yield. We take a different approach. Rather than anchoring your portfolio to a benchmark, we start at ground level—cash—and build the portfolio from there. We select only the assets that appear to strike the right balance of income and risk for your portfolio. The advantage of our valuation-driven approach is that it is designed to produce a sustainable range of income without drawing down principal.

Why an income range rather than a target? We don't believe in reaching for yield at all costs because higher income often comes with higher risk. Multi-Asset Income is designed to give up income regularity in return for a relatively steady principal balance.

### Flexible Asset Allocation

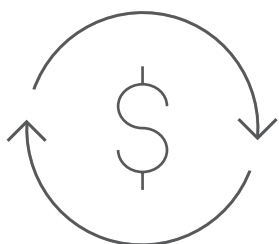
Our investment team casts its net across a wide set of asset classes to find value in income generation. Investment strategies that invest in stocks, bonds, and alternatives are all available to our portfolio team, giving them considerable flexibility. And we set allocations based on how convinced we are that each investment will deliver solid income for the risk. To help manage downside risks, we limit exposure to asset classes prone to larger sell-offs, such as stocks and credit-sensitive securities.

This flexibility also means the portfolio isn't stuck holding overpriced—and therefore riskier—assets. For example, if corporate bonds are expensive and yields are low, we don't have to hold any.

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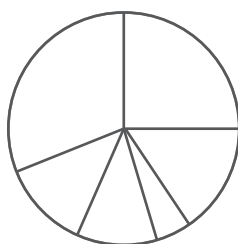
## Goals: Sustainable Income Range, Flexible Asset Allocation, Capital Preservation

The Multi-Asset Income strategy is designed to offer current income with capital preservation.



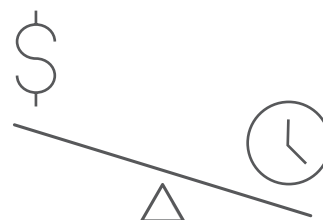
### Sustainable Income Range

- ▶ Income levels will fluctuate depending on the market environment
- ▶ We seek to deliver an attractive range of income in a risk-adjusted way



### Flexible Asset Allocation

- ▶ Valuation-driven asset allocation approach to actively managing the portfolio and seeking income opportunities
- ▶ Disciplined approach to managing risk



### Capital Preservation

- ▶ Allocations to riskier assets are capped
- ▶ When markets appear risky, we focus on protecting principal
- ▶ We aim to protect capital over a five-year horizon; the principal balance may fluctuate in the short-term

### Actively Managed, But Cost-Aware

Our portfolio managers also have flexibility in how they implement their investment ideas. If we believe an active manager can improve income or lower risk—or both—we can use that manager. If we don't find a great manager for a certain asset class we like, we can pick a passive investment to help keep fees low.

### Responding to Risk

Risk matters, and we define risk as loss of savings. That's why we think it's important to balance income generation with longer-term capital preservation. As a result, the yield from our Multi-Asset Income portfolio fluctuates: When markets are overpriced and risk is high, we dial down risk and our income falls relative to cash rates. When markets are more favorable, we aim to deliver a wider spread of income over cash.

### Who is Multi-Asset Income Designed for?

Multi-Asset Income is designed to preserve your capital over a five-year horizon while producing modest annual income, so it may be suited to income-oriented investors who do not want to touch their savings principal over the long term. Because of its risk-aware and risk-responsive design, Multi-Asset Income may be considered a core holding.

Retirees may wish to use Multi-Asset Income for a portion of assets—perhaps for savings earmarked as bequests to relatives or organizations.

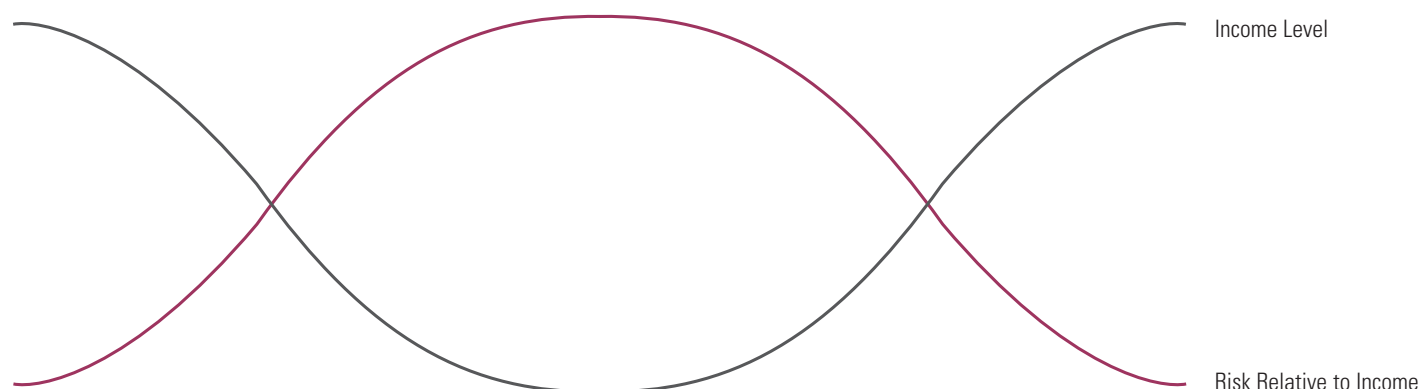
To select a portfolio, talk to your financial advisor, who can help you build a wealth strategy focused on your long-term goals.

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## A Risk-Aware Income Approach

The Multi-Asset Income strategy is designed to lower payout when risk is high to help preserve capital.

### Market Environment



For illustrative purposes only.

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## About Morningstar's Investment Management group

Drawing on our core capabilities in asset allocation, investment selection, and portfolio construction, Morningstar's Investment Management group provides a global point of view and local market experience. Our investment professionals, located around the world, are guided by core principles focused on long-term investment results and helping end investors reach their financial goals. Built around world-class investment strategies and harnessing the global resources of Morningstar, Inc., our investment offerings support financial advisors, institutions, and the investors they serve.

Morningstar® Managed Portfolios™ provides professional guidance and access to strategies that can help investors reach their financial goals.

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### Important Information

It is important to note that investments in securities (e.g., mutual funds, exchange-traded funds, common stocks) involve risk and will not always be profitable. ETFs, like all investments, carry certain risks that may adversely affect their net asset value, market price, and/or performance.

An ETF's net asset value (NAV) will fluctuate in response to market activity. Because ETFs are traded throughout the day and the price is determined by market forces, the market price you pay for an ETF may be more or less than the net asset value.

Because ETFs are not actively managed, their value may be affected by a general decline in the U.S. market segments relating to their underlying indexes. Similarly, an imperfect match between an ETF's holdings and those of its underlying index may cause its performance to not match the performance of its underlying index. Like other concentrated investments, an ETF with concentrated holdings may be more vulnerable to specific economic, political, or regulatory events than an ETF that mirrors the general U.S. market.

Neither diversification nor asset allocation ensure a profit or guarantee against a loss.

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