

Core Index Relative Fixed Income Solutions

Overview

Curi Capital's Core Index Relative solutions offer investment-grade fixed income portfolios that can be representative of a broad universe of fixed income securities or can target or replicate a specific segment or subsegment of the marketplace.

Objective

Strategies provide portfolios that attempt to replicate the composition and profile of the benchmark index. Popular benchmark categories include:

- Limited Duration Government/Credit
- Intermediate Duration Government/Credit
- Broad Duration Government/Credit
- Intermediate Aggregate
- Aggregate

Philosophy

Curi Capital constructs fixed income portfolios with precision and purpose – each strategy engineered to fulfill a defined role within a client's broader investment framework. We integrate income generation, capital preservation, and risk management disciplines to deliver outcomes that align with each client's unique objectives.

Fixed Income allocations serve critical portfolio functions, including:

- Income Generation
- Capital Preservation
- Diversification & Volatility Control
- Asset/Liability Management
- Tax Considerations
- Liquidity

Approach

- Quantitative and Analytical Framework
- Align Portfolio and Benchmark Risk Profiles
- Effective Risk Assessment and Control
- Horizon Scenario Simulation

Process

Our investment process is anchored in rigorous quantitative risk measurement and disciplined portfolio construction. We systematically evaluate risk exposures relative to applicable benchmarks, managing each dimension with precision to deliver consistent, risk-adjusted performance. Alpha generation is pursued through opportunistic relative value positioning and superior trade execution.

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Limited Duration Government/Credit	
Maturity Range	Typically between 1-5 Years
Average # of Holdings	40-60+
Minimum Investment	\$2,000,000
Benchmark	Bloomberg 1-5 Year U.S. Govt/Credit Index

Intermediate Duration Government/Credit	
Maturity Range	Typically between 1-10 Years
Average # of Holdings	40-60+
Minimum Investment	\$2,000,000
Benchmark	Bloomberg 1-10 Year U.S. Govt/Credit Index

Broad Duration Government/Credit	
Maturity Range	Typically between 1-30 Years
Average # of Holdings	40-60+
Minimum Investment	\$2,000,000
Benchmark	Bloomberg U.S. Govt/Credit Index

Intermediate Aggregate	
Maturity Range	Typically between 1-10 Years plus 1-30 Year Securitized Products
Average # of Holdings	40-75+
Minimum Investment	\$2,000,000
Benchmark	Bloomberg Intermediate Aggregate Index

Aggregate	
Maturity Range	Typically between 1-30 Years
Average # of Holdings	40-75+
Minimum Investment	\$2,000,000
Benchmark	Bloomberg U.S. Aggregate Bond Index

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Portfolio Construction

- Determine investment mandate, objectives, and parameters
- Identify applicable benchmark
- Characterize and assess risk attributes
- Identify and assess relative value across the opportunity set
- Construct stratified sampling portfolio
- Maintain optimal portfolio structure and benchmark alignment
- Opportunistically reallocate risk exposures
- Manage for risk adjusted return

Risk Attributes

- Interest Rate Risk (Duration)
- Credit Risk (Quality)
- Structure Risk (Convexity)
- Liquidity Risk

Relative Value Opportunities within

- Sector
- Quality
- Issuer
- Yield Curve Positioning
- Trade Execution

Index Definitions

*The **Bloomberg 1-5 Year U.S. Govt/Credit Index** is a market-value-weighted benchmark tracking short- to intermediate-term, investment-grade, U.S. dollar-denominated, fixed-rate taxable bonds. It includes Treasuries, government-related issues, and corporate bonds with maturities of at least one year and up to five years.*

*The **Bloomberg 1-10 Year U.S. Govt/Credit Index** is a market-weighted benchmark tracking investment-grade, U.S. dollar-denominated fixed-rate bonds, including Treasuries, government-related issues, and corporate debt. It covers securities with maturities between 1 and 10 years.*

*The **Bloomberg U.S. Govt/Credit Index** is a flagship benchmark tracking investment-grade, U.S. dollar-denominated, fixed-rate Treasuries, government-related (e.g., agencies, sovereigns), and corporate securities. It measures the non-securitized portion of the U.S. Aggregate Index, covering taxable, publicly issued bonds with maturities greater than one year.*

*The **Bloomberg Intermediate Aggregate Index** is a flagship benchmark measuring the performance of USD-denominated, investment-grade, fixed-rate taxable bonds with 1–10 year maturities. It covers US Treasury, government-related, corporate, mortgage-backed (MBS), and asset-backed (ABS) securities, serving as a key intermediate-term performance tracker.*

*The **Bloomberg U.S. Aggregate Bond Index** (the "Agg") is a broad-based, market-capitalization-weighted benchmark measuring the U.S. investment-grade, fixed-rate, taxable bond market. It includes Treasury securities, government-related/corporate bonds, and mortgage-backed securities (MBS). The index is often used as a standard for total bond market performance.*

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Capabilities

Quantitative Risk Management:

Robust analytical framework to model, measure, monitor, and maintain risk exposures with precision

Model and Measure

- Stress-test portfolio inputs through forward-looking scenario simulation, including:
 - Quantification of trade impacts
 - Interest rate, yield curve, sector spread, and credit spread sensitivity analysis
- Identify and address performance attribution mismatches
- Derive a probability-weighted range of expected return outcomes

Monitor & Maintain

- Assure strong correlation between portfolio and benchmark risk attributes
- Manage and minimize tracking error
- Evaluate option-adjusted profiles at both the security and portfolio level