

Tax-Exempt Fixed Income Solutions

Overview

Curi Capital Tax-Exempt Fixed Income solutions offer investment-grade fixed income portfolios consisting of securities issued by state and local governments throughout the United States. The strategies focus primarily on general obligation and essential service revenue bonds providing income exempt from federal income taxes.

Objective

Strategies provide rolling maturity ladders of tax-exempt municipal securities, with short to broad maturity range solutions available.

Limited Duration Tax-Exempt Fixed Income

The strategy consists of a rolling tax-exempt municipal security ladder 0-5 years.

Intermediate Duration Tax-Exempt Fixed Income

The strategy consists of a rolling tax-exempt municipal security ladder 0-12 years.

Broad Duration Tax-Exempt Fixed Income

The strategy consists of a rolling tax-exempt municipal security ladder 0-22 years.

Characteristics

- Quality is A-rated or higher, typically AAA-AA rated
- Primarily consist of General Obligation and Essential Service Revenue sources
- Regionally and issuer diversified
- Active tax-exempt security selection
- Appropriate liquidity
- Laddered yield curve exposure

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.

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Limited Duration Tax Exempt Fixed Income

Maturity Range	Typically between 1-6 Years
Average # of Holdings	15-30+
Minimum Investment	\$250,000
Benchmark	ICE BofA 1-5 AAA-AA Municipal Index

Intermediate Duration Tax Exempt Fixed Income

Maturity Range	Typically between 1-12 Years
Average # of Holdings	20-30+
Minimum Investment	\$500,000
Benchmark	ICE BofA 1-12 AAA-AA Municipal Index

Broad Duration Tax Exempt Fixed Income

Maturity Range	Typically between 1-22 Years
Average # of Holdings	20-30+
Minimum Investment	\$1,000,000
Benchmark	ICE BofA 1-22 AAA-AA Municipal Index

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

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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

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 exceptional trade execution.

Risk Attributes

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

Index Definitions

The **ICE BofA 1-5 AAA-AA Municipal Index** is an unmanaged index that tracks the performance of high-quality, investment-grade U.S. dollar-denominated tax-exempt bonds, specifically with maturities ranging from 1 to 5 years.

The **ICE BofA 1-12 AAA-AA Municipal Index** is an unmanaged index designed to measure the performance of investment-grade, U.S. dollar-denominated, tax-exempt municipal bonds.

The **ICE BofA 1-22 AAA-A Municipal Index** is a benchmark designed to track the performance of U.S. dollar-denominated, investment-grade, tax-exempt debt publicly issued by U.S. states and territories, and their political subdivisions.

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Relative Value Opportunities within

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

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