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STATEMENT OF INVESTMENT POLICY

Early today, Republican nominee Donald J. Trump was elected the 45th President of the United States, defeating Democrat Hillary Clinton in a stunning upset. The Republican Party also maintained its majorities in both chambers of the US Congress.

As the outcome of the election clarified, global markets sold off sharply overnight amid a flight to safety. Traders took steps to reduce their market exposure, digesting the potential implications of the President elect's campaign economic policies. Markets have since reversed course, more than recouping their earlier losses, as both sides indicated their intention to ensure a smooth transition of power and investors began to discount the possibility of an improved business climate under the new administration.

Soon Mr. Trump will begin appointing cabinet members and key advisers. These appointments will shed light on how the Trump administration will address its priorities and govern over the next four years.

During this period of uncertainty, our advice to clients is to remain patient as we adhere to time-tested, long-term investment approaches which reflect both their liquidity needs and their risk tolerances. Client portfolios remain balanced between short-term fixed income securities and portfolios of broadly diversified, highly marketable domestic and foreign equities.

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