

Equity markets: What to expect when you're electing

Select Dividend – March 2024

Philosophy

Objectivity and breadth lead to better investment decisions. Dividend growth can be a powerful multiplier for investors.

Portfolio Management Team

Michael Valentinas, Portfolio Manager, 26 years experience

Adam Steffanus, Portfolio Manager, 26 years experience

Annualized Performance (3-years, net)

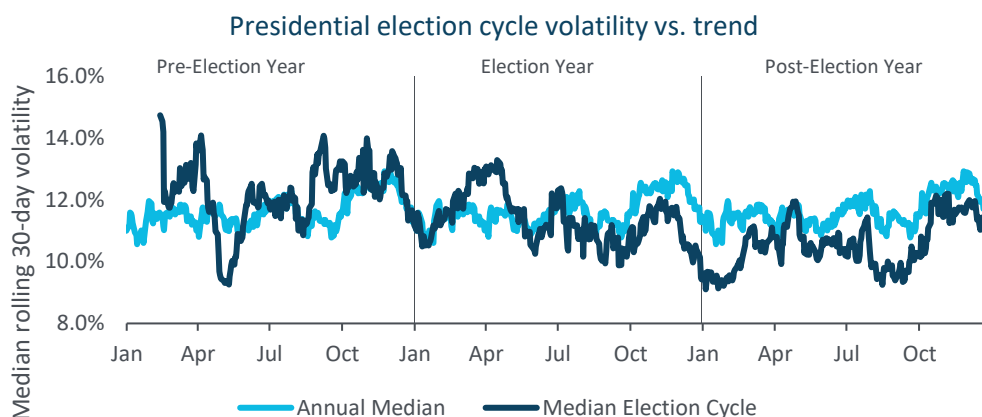
Global Select Dividend: 10.3%
iShares MSCI ACWI ETF: 5.8%

As of 2/29/24. Please see important disclosures on page 2.

Market volatility elevated heading into Presidential election

Since 1950, volatility heading into the Presidential election has been elevated relative to the median annual trend. However, short term volatility tends to fall in the 4th quarter and remain relatively low during the year after.

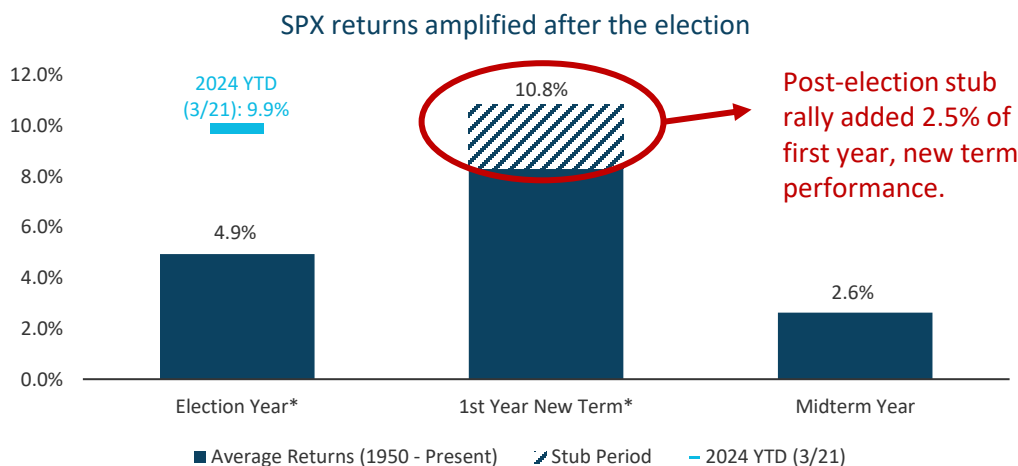
If the market behaves similarly to the long-term trend, we expect strong positive performance and lower vol after the election.



The S&P 500 was up most election years, driven greatly by post-election rallies

Since 1929, the SPX was up 75% of presidential election years, compared to the total average of 65%. Since 1950, it was up 83% of election years, maintaining a +10% lead over the relative long-term average.

However, ~25% of the average annual election year performance occurred after the November election, aka the stub period. The SPX was slightly down to start the year, but we think there is a good case to expect positive returns in 2024.



*Election year performance ends at election day and 1st year new term performance begins the day after election day. Past performance is no guarantee of future results. An index is unmanaged and unavailable for direct investment. Source: Bloomberg, S&P Dow Jones Indices as of 3/21/24.

Past performance does not guarantee future results. Investing in securities involves risk, including the possibility of the loss of principal.

Please see Advisory Research’s Form ADV Part II, which is available upon request, for more information.

Advisory Research is providing this material for informational purposes only. The information provided is not intended to recommend any company or investment described herein, and is not an offer or sale of any security or investment product or investment advice. Before making any investment decision, you should seek expert, professional advice and obtain information regarding the legal, fiscal, regulatory and foreign currency requirements for any investment according to the laws of your home country or place of residence.

Certain information contained herein constitutes forward looking statements, projections and statements of opinion (including statements of financial market trends). Such information can typically be identified by the use of terminology such as “may”, “will”, “should”, “expect”, “anticipate”, “project”, “estimate”, “intend”, “continue” or “believe” or comparable terminology. All projections, opinions and forward looking statements are based on information available to Advisory Research as of the date of this presentation, and Advisory Research’s current views and opinions, all of which are subject to change without notice. Due to various risks and uncertainties, actual events or results may differ materially from those reflected or contemplated in forward looking statements. Additionally, information and views presented herein may be drawn from third-party or public sources which are believed, but not guaranteed, to be reliable and which have not been verified for accuracy or completeness.

Advisory Research’s strategies are actively managed and not intended to replicate the performance of any cited index: the performance and volatility of Advisory Research’s investment strategies may differ materially from the performance and volatility of a cited index, and their holdings will differ significantly from the securities that comprise the index. You cannot invest directly in an index, which does not take into account trading commissions and costs.

Advisory Research is an investment adviser in Chicago, IL. Advisory Research is registered with the Securities and Exchange Commission (SEC). Registration of an investment adviser does not imply any specific level of skill or training and does not constitute an endorsement of the firm by the Commission. Advisory Research only transacts business in states in which it is properly registered or is excluded or exempted from registration. A copy of Advisory Research’s current written disclosure brochure filed with the SEC which discusses among other things, Advisory Research’s business practices, services and fees, is available through the SEC’s website at: www.adviserinfo.sec.gov

<i>As of 2/29/2024</i>	Net of Fees		
	1 Year	5 Years	10 Years
Global Select Dividend	21.9	11.4	6.7
iShares MSCI ACWI ETF	22.3	11.8	8.1