

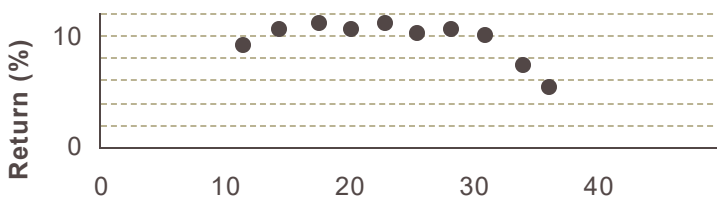
## The Approach

A quantitatively-driven strategy emphasizing low beta stocks. Stocks are first screened to remove those that score poorly on financial and growth measures. Those stocks that remain are then ranked according to their beta\*. In 1972, Fischer Black published an academic paper describing how the security market line (the line equating stock performance to systematic risk) was too flat relative to what existing theory (Capital Asset Pricing Model, or CAPM) had proposed. Stocks with low betas performed better than what was predicted by the CAPM and stocks with high betas did not perform well enough to justify their additional level of risk.

## The Features

A diversified portfolio of approximately 240 equally-weighted stocks, with an equal investment in the lowest beta stocks in each of the S&P large-cap, mid-cap and small-cap indices. The investment objective of the portfolio is capital appreciation. Our research, as well as a large body of academic research, has found that the low beta factor is associated with superior long-term risk-adjusted performance.

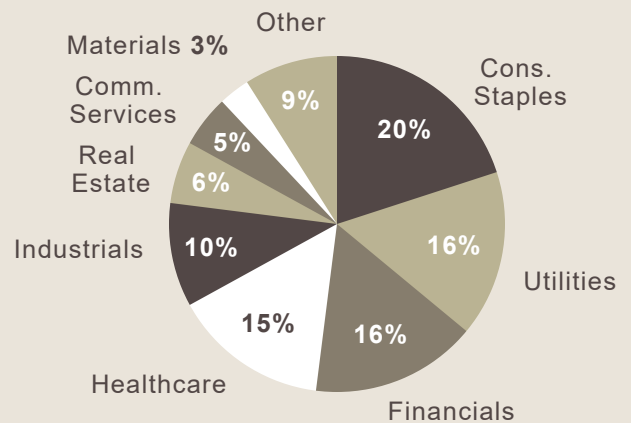
## Risk-Return Relation 1931-2009



## Key Facts

Strategy Assets	— \$174 Million
Holdings	— 238
Beta	— 0.69
Active Share	— 82%
Dividend Yield	— 3.5%
Min Portfolio Size	— \$100,000
Benchmark	— 1/3 S&P 500; 1/3 S&P 400; 1/3 S&P 600

## Sector Weightings



\* Beta is a measure of the systematic risk of a portfolio relative to the benchmark. The beta of the benchmark is equal to 1.

Source: 2022 Bloomberg; 2022 Addepar

E / [contact@6meridian.com](mailto:contact@6meridian.com) • P / 316.776.4601 / 855.334.2110 • F / 316.776.4620

[WWW.6MERIDIAN.COM](http://WWW.6MERIDIAN.COM) • 8301 E. 21st Street N. Ste. 150, Wichita, KS 67206

Securities offered through Hightower Securities, LLC, Member FINRA/SIPC. Advisory services offered through Hightower 6M Holding, LLC, an SEC registered investment adviser.

6 Meridian LLC is a Registered Investment Adviser. This fund sheet is solely for informational purposes. Advisory services are only offered to clients or prospective clients where 6 Meridian LLC and its representatives are properly licensed or exempt from licensure. Past performance is no guarantee of future returns. Investing involves risk and possible loss of principal capital. No advice may be rendered by 6 Meridian LLC unless a client service agreement is in place.

Material discussed is meant for general illustration and/or informational purposes only and it is not to be construed as tax, legal, or investment advice. Although the information has been gathered from sources believed to be reliable, please note that individual situations can vary, therefore, the information should be relied upon only when coordinated with individual professional advice.