

SEI New ways.
New answers.®

Destination: **SECURITY**

Safeguarding Your Assets at SEI Private Trust Company



Every investor, regardless of ultimate goals, has one common destination — **enjoying asset protection against fraud and institutional failure.**

Overview

All investors, regardless of ultimate goals, have one common objective — protecting the safety and security of their assets as they travel to their financial destinations.

With SEI Private Trust Company, we'd like to welcome you to a different experience since we are a financial institution committed to protecting your investment accounts from fraud. Our strong reputation in the financial services industry has led over 100 other trust companies to outsource their own systems, accounting and processes to SEI Private Trust Company.¹

Your financial advisor has established a relationship with SEI Private Trust Company because of this reputation and the services they provide through advisors. Together, we look forward to assisting you along your investment and financial journey for years to come.

SEI Private Trust Company is a limited-purpose federal savings association and a wholly owned subsidiary of SEI Investments Company (SEI). SEI was founded in 1968 and is a global investment services firm with \$707 billion in mutual fund and pooled or separately managed assets, including \$269 billion in assets under management.² SEI has some 2,974 employees in offices worldwide.

SEI began by developing computer systems designed to help bank trust departments account for the assets under their control and operate more efficiently. Now, with over 40 years of experience, SEI is the industry leader in this market, serving 12 of the 20 largest U.S. banks.² More importantly, SEI Private Trust Company uses this same state-of-the-art technology to process and keep track of your assets.

SEI Private Trust Company was chartered as a federal savings association in January 2001. SEI Private Trust Company provides custodial and personal trust services, primarily to high-net-worth individuals, and custody services to institutional investors.

¹Please note that all investments are subject to market risk, including loss of principal.

²As of 6/30/16.



A Focus on Safeguarding Your Assets

Many high-net-worth individuals and families, reading news reports in recent years of massive fraud perpetrated on investors like themselves, have become more concerned about protecting their assets from fraud or institutional failure.

So it's reassuring to know that as a federally chartered limited-purpose savings association, SEI Private Trust Company adheres to extensive federally mandated controls designed to prevent fraudulent activity. Moreover, these control measures are audited by both independent and internal auditors. As a limited-purpose savings association, SEI Private Trust Company is also subject to examination by the Office of the Comptroller of the Currency (OCC).

Recent high-profile investment news stories have caused investors to question their own financial safety as they travel to their individual destinations and invest diligently toward reaching their goals. SEI Private Trust Company internal controls and policies match up well with the milestones you need to reach.

› Milestone I:

SEI Private Trust Company Does Not Comingle Your Assets With Its Own or Other Investors

All brokers and banks can comingle investor funds. They can lend securities, offer margin lending and use their clients' assets as collateral for their own borrowing. Unfortunately, this comingling of funds has been a factor in fraud situations.

As a trust company, SEI Private Trust Company cannot comingle funds or use client funds in its own account for any use—lending or otherwise—because all client assets are held in an account under the client's name.

› Milestone II:

SEI Private Trust Company Does Not Participate in Margin Lending

Margin lending, in which client assets are used as collateral for the broker's or bank's lending activities, has also been seen as a primary cause of at least one high-profile failure. SEI Private Trust Company cannot pledge, lend or margin client assets that are held in its custody.

Milestone III:

SEI Private Trust Company—Not an Outside Firm—Maintains Custody of All Client Assets

Perhaps the largest fraud in financial history was perpetrated through manipulation of custody records for client accounts. SEI does not allow custody of client assets by any of the investment firms with which we work. Instead, all assets are held at SEI Private Trust Company. While our third-party money managers are responsible for security selection, we do not send client funds to these firms. We do not purchase products from these firms. They are simply granted access to trade securities on our platform, which we then monitor.

And even though we do not allow outside firms to custody our clients' assets, we still perform rigorous due diligence on them.

Other SEI Private Trust Company Safeguards and Services

› Insurance

In order to help protect investors from employee errors and omissions events, SEI maintains a current Errors and Omissions Professional Liability policy.

In addition, SEI provides fidelity bond coverage for protection against employee dishonesty, including forgery or alteration; premises; transit; counterfeit currency; computer systems; and other coverages.

› Services

As the custodian of your financial assets, SEI Private Trust Company is responsible for the following services:

- **Safekeeping:** Storage of your financial assets
- **Reporting Package:** Periodic statement reporting that details your account value and activity, quarterly performance reports, and year-end tax reporting to assist you in completing your income tax forms
- **Trade Settlement:** Receipt and delivery of securities and collection and distribution of proceeds from purchases and sales
- **Income Distribution:** Collection and payment of dividends and interest payments
- **Custodian-to-Custodian Transfers:** Accounting for the movement of securities from and to other custodians
- **Cash Processing:** Collection of assets and distribution of withdrawals
- **Corporate Action Accounting:** Accounting for activities such as stock splits and mergers

Security of Your Assets in SEI Private Trust Company

- › Since SEI Private Trust Company is a trust institution — not a bank or brokerage firm — your assets are segregated from SEI's and they are custodied in your name. This means trust-company creditors have no claim to your assets.
- › SEI Private Trust Company, like other trust companies, may not pledge, lend or margin assets that are held in custody.
- › Providing a final layer of protection, our funds are regularly audited by independent and internal auditors, and are subject to routine examination by the federal OCC.

Since January 2001, high-net-worth investors have relied on SEI Private Trust Company, in cooperation with their financial advisors, for confidentiality and safekeeping of their assets as they travel to their financial destinations. And we pledge to continue to earn that trust by providing security and safety for your assets at every step along the way.

Custody services provided by SEI Private Trust Company, a limited purpose thrift and wholly owned subsidiary of SEI Investments Company (SEI). There are risks involved with investing including possible loss of principal. Neither SEI nor its subsidiaries are affiliated with your advisor.