



# WEALTH MANAGEMENT GROUP RETIREMENT PLAN SERVICES

## CONSERVATIVE GROWTH INDEX MODEL

### INDEX-ONLY PORTFOLIO FOR QUALIFIED RETIREMENT PLANS

AS OF JUNE 30, 2019

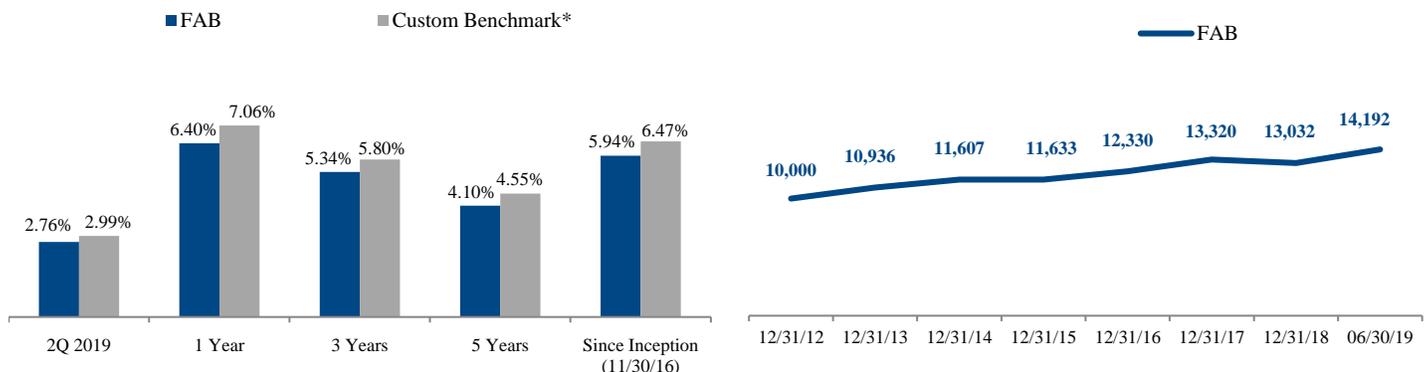
**Investment Objectives:** This portfolio seeks to provide both current income and long-term growth of principal with an emphasis on income-producing securities through the use of low cost index funds. Each index fund attempts to replicate a target index by investing all, or substantially all, of its assets in the stocks or fixed income securities that make up the index in the same proportion as their weighting in the index. This index model attempts to maintain a static weighting by investing 65% in fixed income funds and 35% in equity funds. Market fluctuations and participant transactions will cause this allocation to vary on a day to day basis.

**Risk and Return Characteristics:** In general, the portfolio is suitable for conservative investors with some desire to participate in equity markets, but tempered by more fixed income exposure to additionally moderate the volatility of the overall portfolio. Portfolio returns have the expectation to closely match the indexed performance of the markets.

#### PERFORMANCE (Net of Fees)

#### HYPOTHETICAL GROWTH OF \$10,000 (Net of Fees)

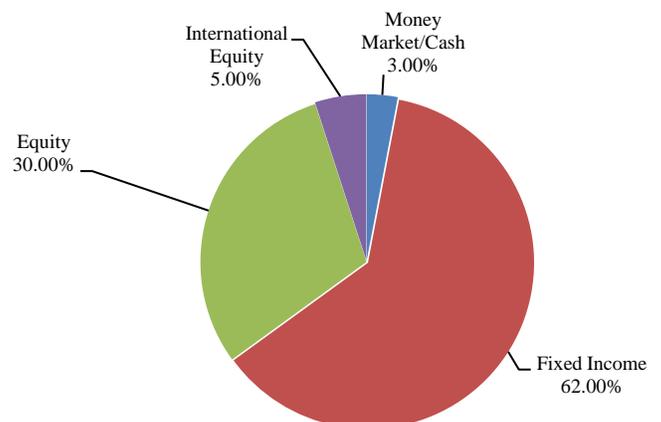
The performance data shown below for 3 & 5 years is hypothetical for the period.



\*Custom Benchmark consists of 20% S&P 500 Index Total Return, 5% CRSP US Mid Cap Index, 5% CRSP US Small Cap Index, 5% FTSE All-World ex-US Index, 34% Citi USBIG Gov/Credit 1-5 yr, 3% BofA Merrill Lynch US Dollar 3-Month LIBOR Constant Maturity, 28% Barclays US Long Gov/Credit

#### PORTFOLIO DIVERSIFICATION as of 06/30/2019

Money Market/Cash	3.00%
Fixed Income	62.00%
Equity	30.00%
International Equity	5.00%
<b>Total</b>	<b>100.0%</b>
Money Market	3.00%
Vanguard Short Term Bond Index	34.00%
Vanguard Total Bond Market Index	28.00%
Vanguard S&P 500 Index	20.00%
Vanguard Mid Cap Index	5.00%
Vanguard Small Cap Index	5.00%
Vanguard FTSE All World ex-US Index	5.00%



## FUND INFORMATION

as of 06/30/2019

<b>Fund Name</b>	FAB Conservative Growth Index Model Portfolio
<b>Fund Type</b>	Collective Investment Trust Fund
<b>Fund Objective</b>	Income with Moderate Growth
<b>Assets</b>	\$3.91 million
<b>Inception</b>	November 2016
<b>Benchmark</b>	Custom Benchmark (see previous page)
<b>Beta</b>	0.94
<b>Standard Deviation</b>	5.98
<b>Load Type</b>	No Load
<b>Expense Ratio</b>	0.46%
<b>Fund Manager</b>	First American Bank
<b>Phone Number</b>	(847) 392-2999
<b>Website</b>	www.firstambank.com/fundinfo

### Annual Operating Expense

Management Fee	0.40%
Distribution (12b-1) Fee	0.00%
Audit Fee	0.00%
Underlying Fund Expense	0.06%
<b>Total Operating Expense</b>	<b>0.46%</b>

### Hypothetical Cost Over Time\*

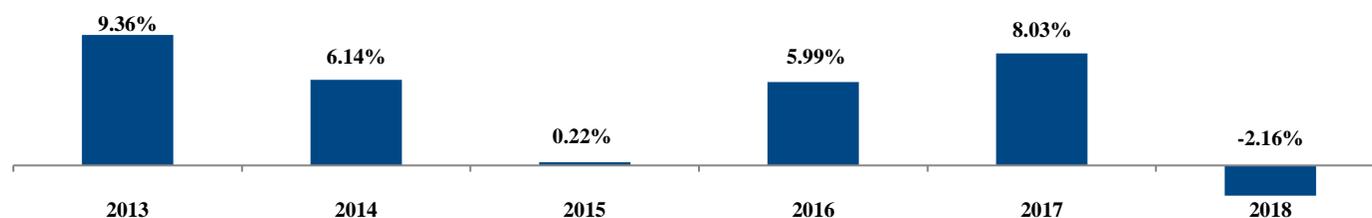
Time Period	Total Cost
One Year	\$48
Three Year	\$152
Five Year	\$264
Ten Year	\$594

\*Assumptions: \$10,000 invested; 5% average annual return

To obtain a copy of the annual report for this fund, on request and at no charge, write or call First American Bank's Retirement Plan Services Group at 700 Busse Road, Elk Grove Village, IL 60007 and phone number, 847-392-2999.

## YEAR BY YEAR RETURNS

*The performance data prior to 2017 is hypothetical for the applicable period.*



## INVESTMENT TERMS

**12b-1 Fee** is an annual fee charged by some mutual funds to pay for marketing and distribution activities.

**Basis Point** is 1/100th of 1%. Changes in interest rates or yields are commonly expressed in basis points. For example, an increase of 30 basis points equals 0.30%.

**Benchmark** is an unmanaged group of securities whose overall performance is used as a standard to measure investment performance.

**Beta** is a measure of the magnitude of a portfolio's past share-price fluctuations in relation to the ups and downs of the overall market. The market is assigned a beta of 1.00, so a portfolio with a beta of 1.20 would have seen its share price rise or fall by 12% when the overall market rose or fell by 10%.

**Bond** is a debt security (IOU) issued by a corporation, government, or government agency in exchange for the money the bondholder lends it. In most instances, the issuer agrees to pay back the loan by a specific date and make regular interest payments until that date.

**Collective Investment Trust** is a trust fund maintained by a bank exclusively for the collective investment of assets from several trust accounts administered by a trust department. CTFs are not available to the general investing public.

**Diversification** is the strategy of investing in different asset classes and among the securities of many issuers in an attempt to lower overall investment risk.

**Dividend** is either the distribution of the interest or income produced by a mutual fund's holdings to the fund's shareholders, or a payment of cash or stock from a company's earnings to each stockholder.

**Equity**, or ownership in a company, is often used as a synonym for stock.

**Expense Ratio** is a mutual fund's operating expense expressed as a percentage of average net assets. The expense ratio directly reduces returns to shareholders.

**Fixed Income** refers to investments, such as bonds, that have specific interest rates.

**Index** is an unmanaged group of securities whose overall performance is used as a benchmark. An index may be broad or focus on one sector or type of security.

**Index Fund** is a type of mutual fund that seeks to "track" the performance of a particular market index by buying and holding all or a representative sample of the securities that appear in the index, in the same proportions as their index weightings.

**Mutual Fund** is an investment company that pools the money of many shareholders and invests it in a variety of securities. The fund is professionally managed by an investment company in an effort to achieve a specific investment objective.

**Standard Deviation** is a measure of the degree to which a fund's return varies from its previous returns or from the average of all similar funds. The larger the standard deviation, the greater the likelihood (and risk) that a security's performance will fluctuate from the average return.

**Stock** is a security that represents part ownership, or equity, in a corporation. Each share of stock is a proportional stake in the corporation's assets and profits, some of which could be paid out as dividends.

Past performance is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Total return represents the change in value of an investment after reinvesting all income and capital gains. Information is taken from sources we deem reliable but we cannot guarantee its accuracy or completeness. Not FDIC Insured. May Lose Value. No Bank Guarantee.