FRANKLIN TEMPLETON | Putnam INVESTMENTS

Putnam U.S. Large Cap Value Equity Concentrated SMA

Separately Managed Accounts Factsheet | as of September 30, 2026

Investment overview

Putnam U.S. Large Cap Value Equity Concentrated SMA is a concentrated portfolio that seeks superior risk-adjusted returns through a disciplined approach to idea generation, portfolio construction, and risk management.

Investment objective

Seeks to invest in companies with underappreciated fundamentals and the income potential from growing dividends to pursue returns for investors.

Investment philosophy and process

We believe that a portfolio seeking relative value opportunities within sectors and maximizing stock-specific impact offers the best potential for consistent alpha generation.

Relative value approach

Defines the value universe daily with fundamental and quantitative tools to identify unique value opportunities.

Focus on cash flows

Puts distinct emphasis on companies able and willing to return cash to shareholders and focuses on future cash flows instead of earnings to evaluate value creation.

Disciplined risk management

Utilizes proprietary tools to maximize stock-specific risk and limit unintended factor risks, seeking alpha over a full market cycle.

Key differentiators

- Multi-pronged approach to idea generation combining fundamental and quantitative research
- Proprietary multi-factor model broadens the opportunity set
- Stock selection seeks ideas where we have multiple ways to win and an information edge
- Continuous focus on portfolio construction and risk management

Management team

Putnam is a diversified equity-only asset manager serving investors worldwide. The firm has roots dating back to 1937, decades of experience in changing markets, and a tenured portfolio management team. Putnam offers a range of stock-driven portfolios that seeks to pursue consistent outperformance while managing downside risk.

Investment management team

Darren Jaroch, CFA
Portfolio Manager
Industry since 1996

Lauren DeMore, CFA
Portfolio Manager
Industry since 2002

No assurance can be given that the investment objective will be achieved or that an investor will receive a return of all or part of their initial investment. Actual results could be materially different from the stated goals. As with any investment, there is a potential for profit as well as the possibility of loss. Use of models and analytical, quantitative and risk management tools and techniques is no guarantee of investment success or positive performance.

Investment process

STEP 1

Idea generation

- Measures value in multiple ways to cast the widest net
- Uses expertise of research team to capture areas of distinctive insights
- Identifies companies that may be overlooked using multi-factor quantitative model

STEP 2

Fundamental research

- Determines value relative to company's own history, industry, and sector peers
- Focuses on cash flow generation and potential return of capital to shareholders
- Seeks stocks with multiple ways to win to increase probability of a favorable outcome

STEP 3

Portfolio construction and risk management

- Maximizes the impact of fundamental research ideas while minimizing exposure to factor risk and "all-or-nothing" outcomes
- Embeds risk management within the portfolio construction process
- Constantly monitors portfolio to maintain optimal risk profile and exposure to highest-conviction ideas

The investment process may change over time. The characteristics set forth above are intended as a general illustration of some of the criteria the strategy team considers in selecting securities for client portfolios. There is no guarantee that investment objectives will be achieved.

Portfolio Information‡

As of September 30, 2026

Top Ten Holdings (%)

	Portfolio
Microsoft Corporation	9.56
Apple Inc.	7.19
Amazon.com, Inc.	4.64
ExxonMobil Holdings Corporation	3.83
Citigroup Inc.	3.30
Charles Schwab Corporation	2.97
Coca-Cola Company	2.96
Cisco Systems, Inc.	2.85
Thermo Fisher Scientific Inc.	2.65
Philip Morris International Inc.	2.62
Total	**42.58**

Sector Weightings (%)

	Portfolio	BM
Information Technology	23.21	20.62
Financials	15.72	18.32
Health Care	14.38	13.34
Consumer Discretionary	9.47	10.20
Energy	8.45	6.21
Consumer Staples	7.28	7.20
Industrials	6.22	10.49
Utilities	4.25	3.39
Materials	3.45	3.47
Real Estate	1.66	3.38
Communication Services	0.80	3.39
Cash & Other Net Assets	5.11	0.00

Characteristics

	Portfolio	BM
Estimated 3-5 Year EPS Growth	14.15%	13.02%
P/E to Growth	1.18x	1.41x
Price to Earnings (12-Month Forward)	15.46x	17.06x
Price to Cash Flow	13.59x	14.20x
Price to Book	3.48x	3.36x
Dividend Yield*	1.44%	1.67%
Market Cap Median (Millions USD)	$129,181	$14,831
Weighted Average Market Capitalization (Millions USD)	$1,059,599	$858,160
Portfolio Turnover	40.11%	-
Cash Weight	5.11%	0.00%
Total strategy assets (Millions USD)	$130,264	-
Dividend Growth over 5 Years	9.61%	6.96%

Market Capitalization (%)

	Portfolio	BM
<2 Billion	0.00	0.02
2-6.5 Billion	0.00	1.56
6.5-35 Billion	7.96	17.05
35-150 Billion	28.19	26.95
>150 Billion	63.85	54.43

Dividend Growth and Dividend Yield are calculated without the deduction of fees and expenses.

Source: Putnam Investments. Portfolio characteristics are for a representative account and are shown for illustrative purposes only. Each account is managed individually. Accordingly, characteristics may vary.

Composite Performance

Annualized Rates of Return – Gross and Net of Fees (%) as of September 30, 2026 – (Inception date: 11/30/2016)

	1 Mth	3 Mths	YTD	1 Year	3 Year	5 Year	Since Incept
Putnam U.S. Large Cap Value Equity Concentrated SMA–Gross of Fees—(USD)	-2.60	3.39	17.30	26.14	24.06	17.40	16.24
Putnam U.S. Large Cap Value Equity Concentrated SMA–Net of Fees—(USD)	-2.84	2.64	14.77	22.53	20.50	14.01	12.89
Russell 1000 Value Index—(USD)	-3.13	2.61	19.27	23.81	20.07	11.92	11.18

Calendar-Year Total Returns – Gross and Net of Fees (%) ending December 31

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Putnam U.S. Large Cap Value Equity Concentrated SMA–Gross of Fees—(USD)	24.55	19.92	18.42	-2.19	35.25	3.88	32.54	-5.52	20.13
Putnam U.S. Large Cap Value Equity Concentrated SMA–Net of Fees—(USD)	20.98	16.47	15.01	-5.06	31.40	0.84	28.75	-8.29	16.68
Russell 1000 Value Index—(USD)	15.91	14.37	11.46	-7.54	25.16	2.80	26.54	-8.27	13.66

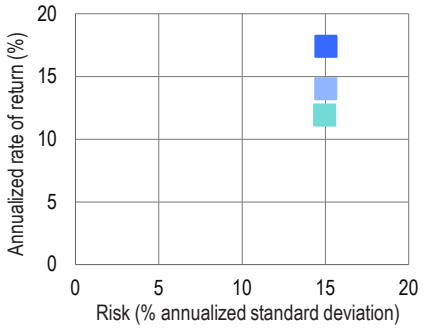
The strategy returns shown are preliminary composite returns, subject to future revision (downward or upward). Past performance is not a guarantee of future results. An investment in this strategy can lose value. Please visit www.franklintempleton.com/primerica for the latest performance figures. Investors cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges.

Periods less than one year are not annualized. Performance results are for the composite which includes all actual, fully discretionary accounts with substantially similar investment policies and objectives managed to the composite's investment strategy. Composite returns are stated in U.S. dollars and assume reinvestment of any dividends, interest income, capital gains, or other earnings. The composite may include account(s) that are gross of fees and pure gross of fees. "Pure" gross-of-fee returns do not reflect the deduction of any expenses, including transaction costs. A traditional (or "true") gross-of-fee return reflects performance after the reduction of transaction costs but before the reduction of the investment advisory fee. The gross-of-fee return may include a blend of "true" gross-of-fee returns for non-wrap accounts and "pure" gross-of-fee returns for wrap accounts. Net-of-fee returns is reduced by a model "wrap fee" (3.0% is the maximum anticipated wrap fee for equity and balanced portfolios) which includes trading expenses as well as investment management, administrative and custodial fees. The model wrap fee used represents the highest anticipated wrap fee applicable to the strategy. Actual fees and account minimums may vary.

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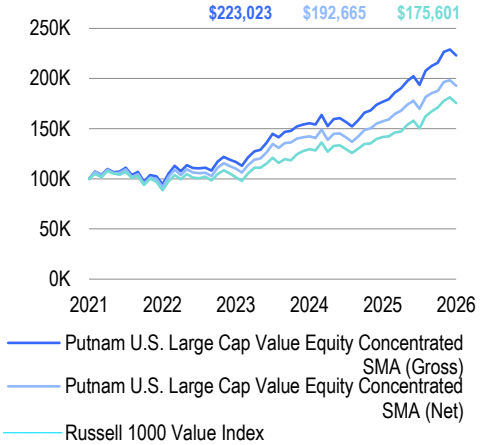
Composite Performance Statistics[1] (based on 5-year period ending September 30, 2026)

Risk/Return profile (%)

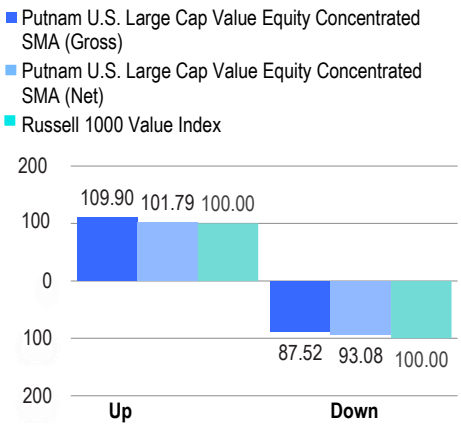


Putnam U.S. Large Cap Value Equity Concentrated SMA (Gross)	
Annualized Return (%)	17.40
Annualized Standard Deviation (%)	15.03
Putnam U.S. Large Cap Value Equity Concentrated SMA (Net)	
Annualized Return (%)	14.01
Annualized Standard Deviation (%)	15.03
Russell 1000 Value Index	
Annualized Return (%)	11.92
Annualized Standard Deviation (%)	14.96

Growth of $100,000*



Up/Down market capture ratios (%)



Modern portfolio statistics

	Portfolio (Gross)	Portfolio (Net)	BM
Sharpe Ratio	0.89	0.70	0.57
Beta	0.98	0.98	N/A
Alpha (%)	5.12	2.07	N/A
R-Squared	0.95	0.95	N/A

	(+) Months	(-) Months
Gross:	38	22
Net:	38	22

[1] Source: Putnam Investments.

*For illustrative purposes only. Assumes no withdrawals or contributions. These statistics are based on gross and net-of-fees quarterly composite returns, were calculated assuming reinvestment of dividends and income, and take into account both realized and unrealized capital gains and losses. Periods less than one year are not annualized. Performance results are for the composite which includes all actual, fully discretionary accounts with substantially similar investment policies and objectives managed to the composite's investment strategy. Composite returns are stated in U.S. dollars and assume reinvestment of any dividends, interest income, capital gains, or other earnings. The composite may include account(s) that are gross of fees and pure gross of fees. "Pure" gross-of-fee returns do not reflect the deduction of any expenses, including transaction costs. A traditional (or "true") gross-of-fee return reflects performance after the reduction of transaction costs but before the reduction of the investment advisory fee. The gross-of-fee return may include a blend of "true" gross-of-fee returns for non-wrap accounts and "pure" gross-of-fee returns for wrap accounts. Net-of-fee returns are reduced by a model "wrap fee" (3.0% is the maximum anticipated wrap fee for equity and balanced portfolios) which includes trading expenses as well as investment management, administrative and custodial fees. The model wrap fee used represents the highest anticipated wrap fee applicable to the strategy. Actual fees and account minimums may vary.

Terms and definitions:

Dividend yield is determined by dividing a stock's annual dividends per share by the current market price per share. Dividend yield is a financial ratio that shows how much a company pays out in dividends. **Dividend yield is calculated without the deduction of fees and expenses.**

P/E (Year 1) is the previous day's closing price of the stock divided by the consensus earnings per share (EPS) of fiscal year 1 (FY1) provided by I/B/E/S. Forecasts are inherently limited and should not be relied upon as indicators of future performance.

The **price-to-book ratio (P/B)** is a stock's price divided by the stock's per share book value. Earnings per share (EPS) is the portion of a company's profit allocated to each outstanding share of a common stock.

Weighted median market capitalization represents the value at which half the portfolio's market capitalization weight falls above, and half falls below.

Weighted average market capitalization represents the average value of the companies held in the portfolio. When that figure is weighted, the impact of each company's capitalization on the overall average is proportional to the total market value of its shares.

Market capitalization measures the number of outstanding common shares of a given corporation multiplied by the latest price per share.

Standard deviation measures the risk or volatility of an investment's return over a particular time period; the greater the number, the greater the risk.

The **up-capture ratio** measures the manager's overall performance to the benchmark's overall performance, considering only quarters that are positive in the benchmark. An up-capture ratio of more than 100 indicates a manager who outperforms the relative benchmark in the benchmark's positive quarters.

The **down-capture ratio** is the ratio of the manager's overall performance to the benchmark's overall performance, considering only quarters that are negative in the benchmark. A down-capture ratio of less than 100 indicates a manager who outperforms the relative benchmark in the benchmark's negative quarters and protects more of a portfolio's value during down markets.

Alpha is a measure of performance vs. a benchmark on a risk-adjusted basis. A positive alpha of 1.0 means the portfolio has outperformed its benchmark index by 1%. Correspondingly, a similar negative alpha would indicate an underperformance of 1%. Alpha is a measure of the difference between actual returns and expected performance measuring sensitivity to index movements.

Beta measures the sensitivity of an investment to the movement of its benchmark. A beta higher than 1.0 indicates the investment has been more volatile than the benchmark and a beta of less than 1.0 indicates that the investment has been less volatile than the benchmark.

Sharpe ratio is a risk-adjusted measure, calculated using standard deviation and excess return to determine reward per unit of risk. The higher the Sharpe ratio, the better a portfolio's historical risk-adjusted performance.

R-squared measures the strength of the linear relationship between a portfolio and its benchmark. R-squared at 1.00 implies perfect linear relationship and zero implies no relationship exists.

The **Russell 1000 Value Index** measures the performance of the large-cap value segment of the U.S. equity universe. Source: FTSE.

What are the risks?

All investments involve risks, including possible loss of principal. The **investment style** may become out of favor, which may have a negative impact on performance. To the extent the portfolio invests in a **concentration of certain securities, regions or industries**, it is subject to increased volatility. The portfolio is **non-diversified** and may invest in a relatively small number of issuers, which may negatively impact the performance and result in greater fluctuation in value. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated.

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