Strategy Overview

First Quarter, 2023

Sustainable US Value Equity Strategy

Boston Common's US Large Cap Value strategy invests in a diversified portfolio of misvalued sustainable companies with catalysts for re-rating. Portfolio companies generate free cash flow and meet our demanding ESG guidelines. Strategy vehicle options include Separate Account, Model/ADR, Mutual Fund[1]

[1]Launching soon

Portfolio Activity

Trading activity reflected ongoing portfolio repositioning. We reduced exposure to regional banks, selling out of Key Corp and moderating position sizes in our three other bank holdings. We also trimmed exposure within Insurance (UNUM, MetLife), Capital Markets (Ameriprise), and Real Estate (Alexandria Real Estate). Separately, we sold Target and Fidelity National on declining conviction.

We reinforced the defensive positioning of the portfolio, adding to Procter & Gamble and Colgate Palmolive and initiating a new holding, Conagra Brands. Conagra's positioning in attractive food categories offers consumers innovative products at affordable price points. The company is building momentum in regenerative agriculture, governance, and environmental sustainability, and 93% of its packaging is currently recyclable or compostable.

We broadened the quality of our semiconductor exposure, adding Applied Materials, TE Connectivity, and Broadcom. Applied Materials has low exposure to the difficult memory industry and a resilient order book. Over the long term, deglobalization, the rising complexity of the semiconductor sector, and a significant recurring revenue base support our positive view. The company has a strong approach to product lifecycle management—incorporating efficiency and recyclability into product design—and it shows positive ESG momentum in environment and governance.

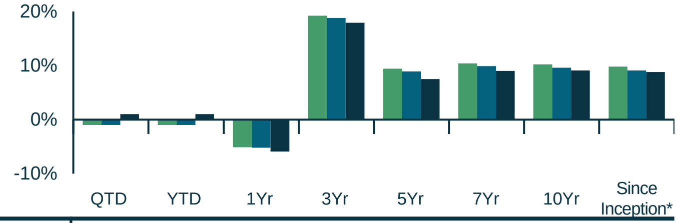
TE Connectivity's products serve diverse end-markets, especially sustainable transportation. Content growth in the EV space is a secular driver for the company. TE Connectivity has strong emissions reduction goals with science-based targets and 2°C alignment.

Broadcom has a defensive profile among semi names thanks to cybersecurity exposure in its Infrastructure Software segment. This is a high-margin business that should provide stability near-term. We like its Symantec product, which offers best-in-class cybersecurity solutions to strengthen digital infrastructure.

Portfolio Review

Boston Common's Tax-Exempt US Value Equity composite declined -1.0% in the first quarter, lagging the Russell 1000 Value Index ("the Index"). Stock selection in Financials, Technology, and Communication Services was the primary drag on performance. Relative returns were also affected by the strong performance of stocks we did not own, such as Meta (+76%) in Communications Services. In contrast, relative

Performance



	QTD	YTD	1Yr	3Yr	5Yr	7Yr	10Yr	Since Inception*
Gross	-1.0%	-1.0%	-5.1%	19.2%	9.4%	10.4%	10.2%	9.8%
Net	-1.0%	-1.0%	-5.2%	18.8%	8.9%	9.9%	9.6%	9.1%
Russell 1000 Value	1.0%	1.0%	-5.9%	17.9%	7.5%	9.0%	9.1%	8.8%

Annual Returns

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Gross	-1.0%	-7.6%	24.3%	14.0%	29.0%	-8.8%	17.8%	13.0%	-1.6%	8.5%
Net	-1.0%	-7.8%	23.7%	13.4%	28.3%	-9.3%	17.1%	12.3%	-2.3%	7.7%
Russell 1000 Value	1.0%	-7.5%	25.2%	2.8%	26.5%	-8.3%	13.7%	17.3%	-3.8%	13.5%

Portfolio Characteristics

	Boston Common	Russell 1000 Value
# Holdings	52	849
Valuation		
Price/EPS (NTM)	14.4	14.6
Enterprise Value/EBITDA (NTM)	10.6	10.7
Price/Book	2.8	2.3
Price/Sales	2.0	1.9
Dividend Yield	2.2%	2.2%
Growth		
3yr EPS Consensus Growth	1.0%	0.7%
3yr Sales Growth	3.0%	1.8%
Quality		
Beta**	0.93	1.00
LT Debt to Cap	45.8%	39.3%
Net Debt to EBITDA	1.8	1.8
Return on Equity	16.2%	13.7%
Earnings Variability***	19.2%	24.2%
Free Cash Flow Yield	5.5%	4.7%

Source: APX Advent Portfolio Exchange. Past performance does not guarantee future results. All investments involve risk, including the risk of losing principal

*Since Inception: December 31, 2002 **The Beta calculation is based on the trailing five-year performance of a representative account within a portfolio's strategy, ***Variability is calculated as the mean absolute difference between actual earnings per share and a five-year historical growth trendline, expressed as a percentage of trendline

Portfolio Review (continued)

performance was helped by our lack of Energy exposure as the sector (-4.5%) declined.

Regional banks were in turmoil: we saw the failure of Silicon Valley Bank and Signature Bank with serious stress inflicted on First Republic. We did not have exposure to these names, however, our regional bank holdings were more negatively impacted by these developments than money center banks, which we have no exposure to. This was partially offset by strong performance from our capital markets and consumer finance holdings, including American Express. Although Technology was a major detractor, enterprise software leader Oracle was the strongest overall portfolio contributor.

Healthcare provided the best relative performance as strong stock selection offset our overweight to this underperforming sector. Biotech holdings Regeneron and Vertex were top performers along with specialty women's diagnostic and imaging company Hologic. The Consumer Staples and Industrials sectors also contributed this quarter. The top ten performers included specialty grocer Sprouts Farmers Market, air-conditioning, and heating specialist Carrier Global and "shared economy" player United Rentals.

Outlook & Positioning

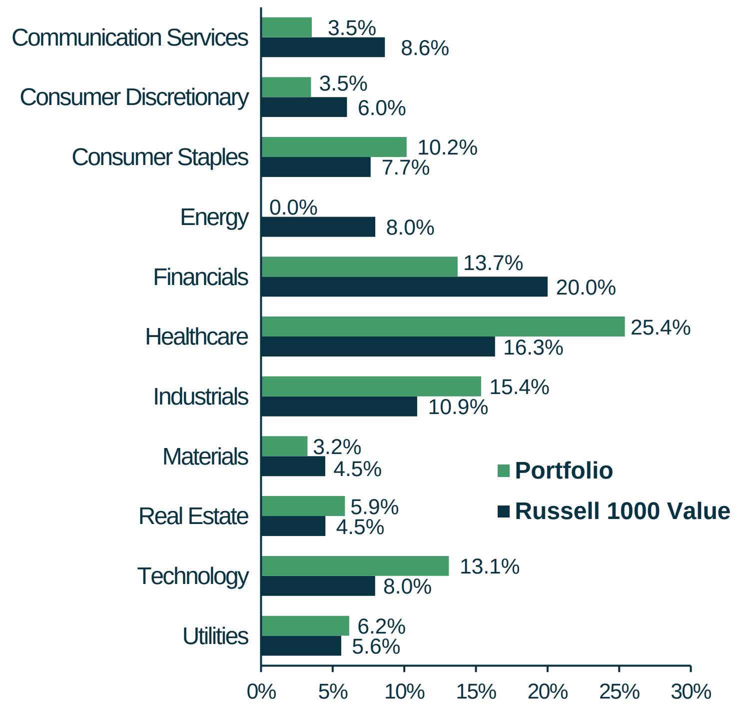
After two years of robust growth helped by massive policy stimulus, the US economy appears to be slowing. March completed a twelve-month period in which the Federal Reserve raised rates significantly in an effort to contain inflation. Many believe the Fed is close to ending its tightening cycle, though rates may remain higher for longer.

Recent regional bank failures and measures to address them could have mixed economic impacts. Swift, targeted action by policy makers has averted contagion but we expect increased scrutiny and stricter regulation. We continue to monitor banks' exposure to commercial real estate as well. Deposit outflows to higher-yielding options will likely continue, and this in turn could curtail lending by regional banks to the small business sector, which contributes so much dynamism and job creation to the US economy.

We expect near-term challenges for the economy and corporate earnings as markets are likely to remain volatile and range bound. We see opportunity to add value through stock selection and portfolio construction.

On balance our portfolios have a defensive tilt, though we retain exposure to areas of disruptive growth arising from many notable transitions underway, including climate change mitigation and adaptation, digital technology and productivity, and reordering of global supply chains. As always, we seek cash flow-generating, sustainable businesses with valuation support, and catalysts for rerating.

Sector Allocation



Top 10 Equity Holdings

Name	% Weight	Sector Name
MERCK & CO INC	5.7%	Healthcare
PROCTER AND GAMBLE CO	4.0%	Consumer Staples
VERIZON COMMUNICATIONS INC	3.5%	Communication Services
GILEAD SCIENCES INC	3.1%	Healthcare
ORACLE CORP	3.1%	Technology
AMERICAN EXPRESS CO	2.8%	Financials
UNITED RENTALS INC	2.8%	Industrials
AMGEN INC	2.6%	Healthcare
CUMMINS INC	2.5%	Industrials
HENRY SCHEIN INC	2.4%	Healthcare
Total	**32.5%**	