

# BUILD BOND INNOVATION™

A strategy that seeks capital appreciation and risk mitigation for investors with a conservative risk tolerance

First Quarter 2024





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**CIT Name Changes:** Build Bond Innovation CIT was previously known as Build Conservative Indexed Risk Control CIT. The CIT name changes along with revised strategy language, benchmark, and reduced fees were all effective on 10/1/2022. See full disclosure at <https://www.getbuilding.com/general-disclaimers> and updated trust documents at [www.trustalta.com/getbuilding](http://www.trustalta.com/getbuilding).

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## WE BELIEVE

Portfolio construction is outdated and current methods are failing the American investor because, among other things, sequence of return risk is not properly being addressed.

## SO WE CREATED

### BUILD BOND INNOVATION™

Ticker: BLDCRX

We seek more repeatable outcomes to help investors achieve their financial goals. Build Bond Innovation™ is built from aspects of structured solutions, passive equity indexed investing and active fixed income management, guided by algorithmic rebalancing.

With a 90%+ investment grade fixed income core, this fund is designed for investors with a conservative risk tolerance. Our unique options overlay component seeks to deliver attractive total return when compared to other conservative funds or bond funds.

## FUND PERFORMANCE - QUARTER ENDING MARCH 31, 2024

### Build Bond Innovation (BLDCRX) performance since inception (January 28, 2020)



Benchmark NAV Normalized to \$10.00 at BLDCRX Inception (January 28, 2020)

## PERFORMANCE NUMBERS (ANNUALIZED TOTAL RETURNS)

Fund	Year to Date	Annualized						Since Inception*	Max Drawdown Since Inception*
		1 Month	3 Month	1 Year	3 Year	5 Year	10 Year		
Build Bond Innovation CIT (BLDCRX)	2.00%	1.42%	2.00%	5.01%	-0.16%	n/a	n/a	1.62%	-13.35%
Bloomberg US Aggregate Bond Index (LBUSTRUU)	-0.78%	0.92%	-0.78%	1.70%	-2.46%	n/a	n/a	-1.21%	-18.41%

\* Since Inception numbers benchmarked to BLDCRX inception date: January 28, 2020, benchmark returns reflective of this time period only.

## Fund Objective

Capital appreciation and risk mitigation which is intended for an investor with a conservative risk tolerance.

## Fund Strategy

The Fund invests in fixed income securities and long call or long put options on an index, ETF or equity. The fixed income assets of the Fund may invest in investment grade fixed income securities—including U.S. Treasury and agency bonds, corporate bonds, mortgage-backed securities, commercial mortgage-backed securities, and asset-backed securities. The Fund is expected to maintain a dollar-weighted average duration of between 1 to 10 years. The fund typically invests at least 90% of its assets in bonds and bond instrument securities or ETFs investing in bonds and bond instrument securities. The remainder of the fund is invested in long call or long put options on an index, ETF or equity (the “Reference Asset”) (the “Options Overlay Strategy”). The Options Overlay Strategy is designed to provide a level of capital appreciation opportunity when the Reference Asset appreciates in price. The manager attempts to limit risk associated with the Option Overlay Strategy by limiting the weight of the total Options Overlay Strategy to no more than 10% of the Fund.

## Strategy Features

- **90-100%** fixed income and cash range (as a % of total portfolio)
- **Investment Grade (IG)** fixed income only
- **6.0 maximum average duration** of fixed income sleeve
- **Long only** call or put options on an index or publicly traded US equity

\*\* See full disclosure at <https://www.getbuilding.com/general-disclaimers>

\*\*\* See investor disclosures for full details [www.trustalta.com/getbuilding](http://www.trustalta.com/getbuilding)

CUSIP: 12007F104

TICKER: BLDCRX

### FUND ALLOCATION

- Fixed Income - 93.59%
- Options Overlay - 3.27%
- Cash - 3.14%

### TOP FIVE HOLDINGS

- U.S. Treasury 0.250% 05/31/2025 - 6.81%
- U.S. Treasury 1.375% 11/15/2031 - 6.36%
- U.S. Treasury 1.500% 10/31/2024 - 6.10%
- U.S. Treasury 4.000% 12/15/2025 - 5.75%
- U.S. Treasury 5.000% 09/30/2025 - 5.54%

## ALTA TRUST TRUSTEE



### Alta Trust Disclosure

Alta Trust is a South Dakota chartered Trust company that acts as the Trustee of this Collective Investment Fund (“CIF” or “CIT”). Collective Investment Funds are bank maintained and not registered with the Securities and Exchange Commission. The Declaration of Trust for the Trust describes the procedures for admission to and withdrawal from a Fund. The Declaration of Trust and the Investor Disclosure, sometimes referred to as the Fund’s Employee Benefit Summary, should be read in conjunction with this information statement and is hereby incorporated by reference. A copy of these documents may be obtained by contacting Alta Trust at [info@trustalta.com](mailto:info@trustalta.com).

Before investing in any Fund, please consider the Fund’s investment objective, strategies, risks, and expenses. Be sure to consult with your financial, legal and professional tax advisors prior to investment in any Fund. Performance is expressed in USD. Past performance does not guarantee future results. The performance data quoted represents

past performance and current returns may be lower or higher. Investment returns and principal value will fluctuate so that an investor’s shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than returns shown. Performance numbers reflect total trust operating expenses, net of all fees, waivers, and/or expense reimbursements. Performance numbers assume reinvestment of all dividends and distributions. All investing involves risk, including potential loss of principal. There is no guarantee that the Fund will achieve its objective.

**Fund Restriction/Limitations:** This Collective Investment Fund may only accept assets of defined contribution plans that are part of a pension, profit sharing, stock bonus or other employee benefit plan of an employer for the exclusive benefit of employees or their beneficiaries and is (i) exempt from federal income taxes under Section 501 (a) of the code, by reason of qualifying under Section 401(a) or 414(d) of the code or (ii) is part of an eligible deferred compensation plan maintained by a state or local governmental unit under Section 457(b) of the Code (“Section 457 Plan”), which is either exempt from or not subject to income taxation.

### Shareholder Fees

The CIT does not charge any fees directly against a participant’s or beneficiary’s investment, such as commissions, sales loads, sales charges, deferred sales charges, redemption fees, surrender charges, exchange fees, account fees, and purchase fees, which are not included in the total annual operating expenses of any designated investment alternative.

Fund Name	CUSIP	Fee Total	Acquired Expense	Administrative Expense	Total Operating Expense	Effect on \$1,000 Annually
Build Bond Innovation CIT (BLDCRX)	12007F104	0.53%	0.00%	0.05%	0.58%	\$5.80

Estimated Portfolio Turnover: 45%



**Let's get building.**

**Build Asset Management**

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