

Crossmark Large Cap Value ETF

Commentary | Quarterly update: 3Q25



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Snapshot

Ticker	CLCV
Inception date	07/23/2025
Exchange	NYSE Arca
Total Expense Ratio	0.50%
Primary benchmark	Russell 1000 Value

Top 10 holdings (%)

Bank of America Corp	3.24
Goldman Sachs Group, Inc.	3.10
Wells Fargo & Company	3.00
Cisco Systems, Inc.	2.91
Meta Platforms Inc Class A	2.86
International Business Machines Corporation	2.86
Citigroup Inc.	2.69
AT&T Inc	2.68
Verizon Communications Inc.	2.64
Walt Disney Company	2.59
Total % of portfolio	28.56

Fund holdings are subject to change and are not recommendations to buy or sell any security.

Markets and performance

Crossmark Large Cap Value ETF returned 2.09% based on the net asset values since launch (7/23/25) through the end of 3Q25, underperforming the Russell 1000 Value Index (3.48%) by 139 basis points. (A basis point [bp] is 1/100th of a percent.) The negative relative performance was primarily attributable to adverse stock selection, which was partially offset by positive sector allocation.

Positive and negative contributors to performance

Information technology was the largest detractor, contributing -3.43% to returns, particularly within the software and services companies, which contributed -2.14% to the negative results. Conversely, consumer discretionary provided a modest positive impact of 8 bps, led by distribution and retail companies.

On an individual position basis, the underweight to Apple Inc. was the largest detractor from performance, as the company traded significantly higher during the quarter. Iridium Communications was the largest detractor from performance for the companies that were overweight in the portfolio. The global satellite communications provider faced multiple challenges in the quarter, as revenue growth was revised downward and the company saw two downgrades from analysts during the quarter. The overweight to Microsoft was the largest contributor to performance during the period. The company reported strong business results driven by growth in their Azure cloud services segment.

Looking ahead

It is hard to justify the resumption of a Fed rate-cutting cycle when the U.S. economic expansion is durable and growth is above potential; the labor market remains tight and is leading to wage gains; and inflation remains well above target. While the upside case for stocks is getting increasingly difficult to make, downside risk is rarely realized when earnings are advancing and the Fed is easing. Since launch, the fund has trimmed exposure to industrials and energy, while adding exposure to materials. At the end 3Q25, the fund held the largest overweight positions in financials and communication services, while being underweight consumer staples and consumer discretionary.

Performance (%) as of 9/30/25	Quarter	YTD	Since inception 7/23/25
Large Cap Value – NAV	—	—	2.09
Large Cap Value – Market price	—	—	2.12
Russell 1000 Value Index	—	—	3.48

The fund is new and therefore does not have a performance history for a full calendar year as of the most recent quarter-end. Returns less than one year are cumulative and returns over one year are annualized.

Performance data quoted represents past performance. Past performance is no guarantee of future results. The investment return and principal value of an investment will fluctuate so that investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted above. To obtain performance data current to the most recent month-end, you may call toll-free 888-845-6910 or visit Crossmark's website at www.crossmarkglobalETF.com.

NAV Return represents the closing price of underlying securities.

Market price return is calculated using the price at which investors buy and sell ETF shares in the market. The market returns in the table are based upon the midpoint of the bid/ask spread at 4 p.m. EST and do not represent the returns you would have received if you traded shares at other times.

Index performance returns do not reflect any management fees, transaction costs, or expenses. Indexes are unmanaged. You cannot invest directly in an index.

An investor should consider the investment objectives, risks, charges, and expenses of the fund carefully before investing. The prospectus and, if available, the summary prospectus contain this and other information about the fund. You may obtain a prospectus and, if available, a summary prospectus by downloading the prospectus from crossmarkglobalETF.com or calling Crossmark toll-free at 888-845-6910. Please read the prospectus or summary prospectus carefully before investing.

The fund may not achieve its objective if the managers' expectations regarding particular securities or markets are not met.

Equity investments generally involve two principal risks – market risk and selection risk. The value of equity securities will rise and fall in response to general market and/or economic conditions (equity market risk). The value of any individual equity security will rise and fall in response to the market's perception of the issuer's revenues, earnings, balance sheet, credit worthiness, business plan, and overall perception of the viability of the issuer's business (selection risk).

The fund is subject to management risk because it is an actively managed investment portfolio. The adviser will apply investment techniques and risk analyses in making investment decisions for the fund, but there can be no guarantee that these will produce the desired results. Additionally, as an actively managed ETF that does not seek to replicate the performance of a specific index, the fund may have a higher degree of portfolio turnover than passively managed ETFs that do seek to replicate the performance of a specific index.

Proprietary and third-party data and systems are utilized to support decision-making by portfolio management for the fund.

There can be no assurance that the quantitative models used in managing the fund will perform as anticipated or enable the fund to achieve its objective.

The fund is classified as non-diversified under the Investment Company Act of 1940, as amended. This means that the fund may invest in securities of relatively few issuers. Thus, the performance of one or a small number of portfolio holdings can affect overall performance.

Investments in large cap companies are subject to the risks of equity securities. Large cap companies may underperform other segments of the market because such companies may be less responsive to competitive challenges and opportunities and may be unable to attain high growth rates during periods of economic expansion.

The fund's values-based screening policies exclude certain securities from the universe of otherwise available investments. As a result, the fund may not achieve the same performance it otherwise may have in the absence of the screening process. If the Fund has invested in a company that is later discovered to be in violation of one or more screening criteria and liquidation of an investment in that company is required, selling the securities at issue could result in a loss for the fund. Further, the fund's values-based screening policies may prevent the fund from participating in an otherwise suitable investment opportunity.

The fund's investment adviser considers positive value characteristics when making investment decisions. There is a risk that the fund may forgo otherwise attractive investment opportunities or increase or decrease its exposure to certain types of issuers and, therefore, may underperform strategies that do not consider the same or any positive value characteristics. A company's positive value characteristics are determined based on data and rankings generated by one or more third-party providers unaffiliated with the adviser, and such information may be unavailable or unreliable. Additionally, investors can differ in their views of what constitutes positive value characteristics. As a result, the fund may invest in issuers that do not reflect or support, or that act contrary to, the values of any particular investor.

An investment in the fund involves risk, including possible loss of principal. Exchange-traded funds (ETFs) trade like stocks, are subject to investment risk, fluctuate in market value and may trade at prices above or below the ETF's net asset value (NAV), and are not individually redeemable directly with the ETF. Brokerage commissions and ETF expenses will reduce returns. ETFs are subject to specific risks, depending on the nature of the underlying strategy of the fund. These risks also include value stocks risk, market disruption and geopolitical risk, inflation risk, issuer risk, small and mid cap companies' risk, other investment companies' or real estate investment trust risk, focus risk, concentration policy risk, market price risk, small fund risk, and authorized participant concentration risk. **For a complete description of the fund's principal investment risks, please refer to the prospectus.**

The Russell 1000® Value Index measures the performance of the large cap value segment of the U.S. equity universe. It includes those Russell 1000 companies with relatively lower price-to-book ratios, lower I/B/E/S forecast medium-term (two-year) growth, and lower sales per share historical growth (five years). Indexes are unmanaged, do not incur management fees, costs, and expenses, and cannot be invested in directly.

The U.S. dollar is the currency used to express performance.

Not FDIC Insured – No Bank Guarantee – May Lose Value

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