

# Asset Allocation Changes to Private Client Strategies

*By: SEI Investment Management Unit*

---

SEI's Investment Management Unit will be changing the allocations for the following Private Client Strategies:

- Short-term
- Defensive
- Conservative
- Moderate
- Core Market
- Market Growth
- Aggressive

## **Rationale**

Traditionally, changes to our Private Client Strategies have been driven by changes in our Portfolio Strategies Group's capital markets expectations. However, this was not a factor in the current strategy changes. Instead, SEI saw an opportunity to enhance the portfolio characteristics and expected risk-adjusted performance of its Private Client Strategies through the inclusion of our innovative new suite of Multi-Asset Objective-Based Funds.

The SIMT Multi-Asset Objective-Based Funds add another level of active management to the Private Client Strategies, offering investment strategies designed to respond to a wide range of market conditions more effectively than traditional asset allocation approaches. The inclusion of these Funds add what many investors refer to as a tactical or dynamic element to core strategic holdings. We believe these changes will add long-term value by improving the risk-adjusted performance of our Private Client Strategies.

Additional information regarding these changes, including specific details on the prior and new fund allocations for each strategy, are provided on the following pages.

## **Table of Contents**

<a href="#">Overview of changes:</a>	Pages 2-3
<a href="#">Short-term Strategy</a>	Page 4
<a href="#">Defensive Strategy</a>	Page 5
<a href="#">Conservative Strategy</a>	Page 6
<a href="#">Moderate Strategy</a>	Page 7
<a href="#">Core Market Strategy</a>	Page 8
<a href="#">Market Growth Strategy</a>	Page 9
<a href="#">Aggressive Strategy</a>	Page 10

## Overview of Changes

The following changes will be effective April 9, 2012:

---

### Short-Term Strategy

#### Reductions

- SDIT Short Duration Government Fund

#### New Additions

- SIMT Multi-Asset Capital Stability Fund
- 

### Defensive Strategy

#### Reductions

- SLAT Prime Obligation Fund
- SDIT Short Duration Government Fund
- SIMT Real Return Fund
- SIMT U.S. Fixed Income
- SIMT High Yield Bond Fund

#### New Additions

- SIMT Multi-Asset Capital Stability Fund
  - SIMT Multi-Asset Inflation Fund
  - SIMT Multi-Asset Income Fund
- 

### Conservative Strategy

#### Removals

- SIMT Large Cap Fund

#### Reductions

- SLAT Prime Obligation Fund
- SDIT Short Duration Government Fund
- SIMT Real Return Fund
- SDIT Ultra-Short Duration Bond Fund
- SIMT Enhanced Income Fund
- SIMT U.S. Fixed Income
- SIMT High Yield Bond Fund
- SIMT Global Managed Volatility Fund
- SIMT Multi-Strategy Alternative Fund

#### Increases

- SIMT U.S. Managed Volatility Fund

#### New Additions

- SIMT Multi-Asset Capital Stability Fund
  - SIMT Multi-Asset Inflation Fund
  - SIMT Multi-Asset Income Fund
- 

### Moderate Strategy

#### Reductions

- SDIT Short Duration Government Fund
- SIMT Real Return Fund
- SIMT Enhanced Income Fund
- SIMT U.S. Fixed Income
- SIMT High Yield Bond Fund
- SIMT U.S. Managed Volatility Fund
- SIMT Global Managed Volatility Fund
- SIMT Large Cap Fund
- SIMT Multi-Strategy Alternative Fund

#### New Additions

- SIT Emerging Markets Debt Fund
  - SIMT Multi-Asset Capital Stability Fund
  - SIMT Multi-Asset Inflation Fund
  - SIMT Multi-Asset Accumulation Fund
-

## Core Market Strategy

### Removals

- SIMT Real Return Fund

### Reductions

- SIMT U.S. Fixed Income
- SIMT High Yield Bond Fund
- SIMT Large Cap Fund
- SIT International Equity Fund
- SIMT Multi-Strategy Alternative Fund

### Increases

- SIT Emerging Markets Debt Fund
- SIMT Small Cap Fund
- SIT Emerging Markets Equity Fund

### New Additions

- SIMT Multi-Asset Inflation Fund
  - SIMT Multi-Asset Accumulation Fund
- 

## Market Growth Strategy

### Removals

- SIMT Real Return Fund

### Reductions

- SIMT U.S. Fixed Income
- SIMT High Yield Bond Fund
- SIMT Large Cap Fund
- SIMT Small Cap Fund
- SIT International Equity Fund
- SIMT Multi-Strategy Alternative Fund

### Increases

- SIT Emerging Markets Debt Fund
- SIT Emerging Markets Equity Fund

### New Additions

- SIMT Multi-Asset Inflation Fund
  - SIMT Multi-Asset Accumulation Fund
- 

## Aggressive Strategy

### Reductions

- SIMT High Yield Bond Fund
- SIT Emerging Markets Debt Fund
- SIMT Large Cap Fund
- SIMT Small Cap Fund

### Increases

- SIT International Equity Fund
- SIT Emerging Markets Equity Fund

### New Additions

- SIMT Multi-Asset Accumulation Fund
-

## Short-Term Strategy

The Multi-Asset Capital Stability Fund will be added to the Short-Term Strategy. The position will be funded reallocating half of the SDIT Short-Duration Government Fund position.

The Multi-Asset Capital Stability Fund is designed to limit loss of principal in all market environments. Its investment strategy seeks to manage the risk of loss while also generating positive returns. The Fund invests in a broad range of asset classes and is likely to appeal to investors primarily interested in investments designed to minimize volatility and preserve capital. The Fund's risk-parity<sup>1</sup> strategy engages in non-traditional asset allocation. Rather than focusing only on the percentage of the portfolio allocated to various asset classes, the Fund also focuses on the percentage of *drawdown risk*, or the risk of principal loss, dividing it evenly across the portfolio. Asset allocation decisions are made based on risk (drawdown) and not by asset class return assumptions. The Fund seeks to maintain a constant level of risk, and assets are dynamically adjusted to manage risk.

Fund	Short-Term		
	Prior	New	Change
SLAT Prime Obligation Money Market	50%	<b>50%</b>	—
SDIT Short Duration Government	40%	<b>20%</b>	-20%
SIMT Real Return	10%	<b>10%</b>	—
SIMT Multi-Asset Capital Stability	0%	<b>20%</b>	20%

---

<sup>1</sup>Risk parity is an alternative approach to investing that focuses on allocation of risk rather than allocation of capital.

## Defensive Strategy

The Multi-Asset Capital Stability Fund, Multi-Asset Inflation Fund and Multi-Asset Income Fund will be added to the Defensive Strategy. These positions will be funded by reallocating assets from the SLAT Prime Obligation Money Market Fund, the SDIT Short Duration Government Fund, the SIMT Real Return Fund, the SIMT U.S. Fixed Income Fund and the SIMT High Yield Bond Fund.

The Multi-Asset Capital Stability Fund is designed to limit loss of principal in all market environments. Its investment strategy seeks to manage the risk of loss while also generating positive returns. The Fund invests in a broad range of asset classes and is likely to appeal to investors primarily interested in investments designed to minimize volatility and preserve capital. The Fund's risk-parity<sup>2</sup> strategy engages in non-traditional asset allocation. Rather than focusing only on the percentage of the portfolio allocated to various asset classes, the Fund also focuses on the percentage of *drawdown risk*, or the risk of principal loss, dividing it evenly across the portfolio. Asset allocation decisions are made based on risk (drawdown) and not by asset class return assumptions. The Fund seeks to maintain a constant level of risk, and assets are dynamically adjusted to manage risk.

The Multi-Asset Inflation Fund employs a strategy that seeks to generate total returns that exceed the rate of inflation. The Fund consists of an innovative mix of asset classes that have historically exhibited a strong relationship with inflation. It is designed to efficiently generate real returns, increase inflation responsiveness and help protect against inflation surprises. Treasury Inflation Protected Securities (TIPS) play an important role in Fund, as they provide a direct inflation adjustment as principal is increased or decreased over time with changes in inflation. This unique feature essentially transfers inflation risk from the investor to the issuer, in this case the U.S. Treasury. While Treasury Inflation Protected Securities may be the centerpiece of an inflation-related strategy, they are certainly not the only piece. Other useful asset classes include commodity-related equities, real-estate investment trusts, commodities and inflation-sensitive credit instruments. These assets provide both diversification and attractive risk-adjusted returns that are correlated with inflation.

The Multi-Asset Income Fund seeks out a diverse range of income-producing securities and instruments in an effort to provide a consistent stream of attractive cash flows. The Fund has a core allocation to corporate and high-yield bonds. Dividend-paying equities and covered call writing are used to supplement the core fixed-income allocations. Preferred stocks are used for their higher-than-average dividend income.

Fund	Defensive		
	Prior	New	Change
SLAT Prime Obligation Money Market	28%	20%	-8%
SDIT Short Duration Government	37%	22%	-15%
SIMT Real Return	14%	10%	-4%
SIMT U.S. Fixed Income	10%	8%	-2%
SIMT High Yield Bond	5%	4%	-1%
SIMT Global Managed Volatility	3%	3%	—
SIMT U.S. Managed Volatility	3%	3%	—
SIMT Multi-Asset Capital Stability	0%	20%	20%
SIMT Multi-Asset Inflation	0%	5%	5%
SIMT Multi-Asset Income	0%	5%	5%

<sup>2</sup>Risk parity is an alternative approach to investing that focuses on allocation of risk rather than allocation of capital.

## Conservative Strategy

The Multi-Asset Capital Stability Fund, Multi-Asset Inflation Fund and Multi-Asset Income Fund will be added to the Conservative Strategy. These positions will be funded by reallocating assets from the SLAT Prime Obligation Money Market Fund, the SDIT Short Duration Government Fund, the SIMT Real Return Fund, the SDIT Ultra Short Duration Bond Fund, the SIMT Enhanced Income Fund, the SIMT U.S. Fixed Income Fund, the SIMT High Yield Bond Fund, the SIMT Global Managed Volatility Fund, the SIMT Large Cap Fund and the SIMT Multi-Strategy Alternative Fund. A small addition will be made to the SIMT U.S. Managed Volatility Fund for optimization purposes.

The Multi-Asset Capital Stability Fund is designed to limit loss of principal in all market environments. Its investment strategy seeks to manage the risk of loss while also generating positive returns. The Fund invests in a broad range of asset classes and is likely to appeal to investors primarily interested in investments designed to minimize volatility and preserve capital. The Fund's risk-parity<sup>3</sup> strategy engages in non-traditional asset allocation. Rather than focusing only on the percentage of the portfolio allocated to various asset classes, the Fund also focuses on the percentage of *drawdown risk*, or the risk of principal loss, dividing it evenly across the portfolio. Asset allocation decisions are made based on risk (drawdown) and not by asset class return assumptions. The Fund seeks to maintain a constant level of risk, and assets are dynamically adjusted to manage risk.

The Multi-Asset Inflation Fund employs a strategy that seeks to generate total returns that exceed the rate of inflation. The Fund consists of an innovative mix of asset classes that have historically exhibited a strong relationship with inflation. It is designed to efficiently generate real returns, increase inflation responsiveness and help protect against inflation surprises. Treasury Inflation Protected Securities (TIPS) play an important role in Fund, as they provide a direct inflation adjustment as principal is increased or decreased over time with changes in inflation. This unique feature essentially transfers inflation risk from the investor to the issuer, in this case the U.S. Treasury. While Treasury Inflation Protected Securities may be the centerpiece of an inflation-related strategy, they are certainly not the only piece. Other useful asset classes include commodity-related equities, real-estate investment trusts, commodities and inflation-sensitive credit instruments. These assets provide both diversification and attractive risk-adjusted returns that are correlated with inflation.

The Multi-Asset Income Fund seeks out a diverse range of income-producing securities and instruments in an effort to provide a consistent stream of attractive cash flows. The Fund has a core allocation to corporate and high-yield bonds. Dividend-paying equities and covered call writing are used to supplement the core fixed-income allocations. Preferred stocks are used for their higher-than-average dividend income.

Fund	Conservative		
	Prior	New	Change
SLAT Prime Obligation Money Market	14%	10%	-4%
SDIT Short Duration Government	20%	12%	-8%
SIMT Real Return	10%	6%	-4%
SDIT Ultra Short Duration Bond	7%	4%	-3%
SIMT Enhanced Income	4%	3%	-1%
SIMT U.S. Fixed Income	12%	8%	-4%
SIMT High Yield Bond	9%	6%	-3%
SIMT U.S. Managed Volatility	7%	8%	1%
SIMT Global Managed Volatility	10%	9%	-1%
SIMT Large Cap Equity	2%	0%	-2%
SIMT Multi-Strategy Alternative	5%	4%	-1%
SIMT Multi-Asset Capital Stability	0%	15%	15%
SIMT Multi-Asset Inflation	0%	8%	8%
SIMT Multi-Asset Income	0%	7%	7%

<sup>3</sup>Risk parity is an alternative approach to investing that focuses on allocation of risk rather than allocation of capital.

## Moderate Strategy

The Multi-Asset Capital Stability Fund, Multi-Asset Inflation Fund and Multi-Asset Accumulation Fund will be added to the Moderate Strategy. These positions will be funded by reallocating assets from the SDIT Short Duration Government Fund, the SIMT Real Return Fund, the SIMT Enhanced Income Fund, the SIMT U.S. Fixed Income Fund, the SIMT High Yield Bond Fund, the SIMT U.S. Managed Volatility Fund, the SIMT Global Managed Volatility Fund, the SIMT Large Cap Fund and the SIMT Multi-Strategy Alternative Fund. A new position will be added in the SIT Emerging Markets Debt Fund for optimization purposes.

The Multi-Asset Capital Stability Fund is designed to limit loss of principal in all market environments. Its investment strategy seeks to manage the risk of loss while also generating positive returns. The Fund invests in a broad range of asset classes and is likely to appeal to investors primarily interested in investments designed to minimize volatility and preserve capital. The Fund's risk-parity<sup>4</sup> strategy engages in non-traditional asset allocation. Rather than focusing only on the percentage of the portfolio allocated to various asset classes, the Fund also focuses on the percentage of *drawdown risk*, or the risk of principal loss, dividing it evenly across the portfolio. Asset allocation decisions are made based on risk (drawdown) and not by asset class return assumptions. The Fund seeks to maintain a constant level of risk, and assets are dynamically adjusted to manage risk.

The Multi-Asset Inflation Fund employs a strategy that seeks to generate total returns that exceed the rate of inflation. The Fund consists of an innovative mix of asset classes that have historically exhibited a strong relationship with inflation. It is designed to efficiently generate real returns, increase inflation responsiveness and help protect against inflation surprises. Treasury Inflation Protected Securities (TIPS) play an important role in Fund, as they provide a direct inflation adjustment as principal is increased or decreased over time with changes in inflation. This unique feature essentially transfers inflation risk from the investor to the issuer, in this case the U.S. Treasury. While Treasury Inflation Protected Securities may be the centerpiece of an inflation-related strategy, they are certainly not the only piece. Other useful asset classes include commodity-related equities, real-estate investment trusts, commodities and inflation-sensitive credit instruments. These assets provide both diversification and attractive risk-adjusted returns that are correlated with inflation.

The Multi-Asset Accumulation Fund employs a strategy that explicitly targets portfolio volatility, reallocating assets as market volatility changes in an effort to provide steady, long-term growth of principal across a variety of economic and market conditions. Accumulation strategies are typically used by investors who are seeking to grow assets, have long time horizons and can accept a higher degree of risk. The Fund's risk-parity strategy aims to produce risk-adjusted, long-term returns.

Fund	Moderate		
	Prior	New	Change
SLAT Prime Obligation Money Market	1%	1%	—
SDIT Short Duration Government	11%	5%	-6%
SIMT Real Return	8%	4%	-4%
SIMT Enhanced Income	6%	4%	-2%
SIMT U.S. Fixed Income	16%	8%	-8%
SIMT High Yield Bond	12%	8%	-4%
SIT Emerging Markets Debt	0%	4%	4%
SIMT U.S. Managed Volatility	12%	9%	-3%
SIMT Global Managed Volatility	17%	15%	-2%
SIMT Large Cap	7%	4%	-3%
SIMT Multi-Strategy Alternative	10%	8%	-2%
SIMT Multi-Asset Capital Stability	0%	10%	10%
SIMT Multi-Asset Inflation	0%	10%	10%
SIMT Multi-Asset Accumulation	0%	10%	10%

<sup>4</sup>Risk parity is an alternative approach to investing that focuses on allocation of risk rather than allocation of capital.

## Core Market Strategy

The Multi-Asset Inflation Fund and Multi-Asset Accumulation Fund will be added to the Core Market Strategy. These positions will be funded by reallocating assets from the SIMT Real Return Fund, the SIMT U.S. Fixed Income Fund, the SIMT High Yield Bond Fund, the SIMT Large Cap Fund, the SIT International Equity Fund and the SIMT Multi-Strategy Alternative Fund. Small additions will be made to the SIT Emerging Markets Debt Fund, the SIMT Small Cap Fund and the SIT Emerging Markets Equity Fund for optimization purposes.

The Multi-Asset Inflation Fund employs a strategy that seeks to generate total returns that exceed the rate of inflation. The Fund consists of an innovative mix of asset classes that have historically exhibited a strong relationship with inflation. It is designed to efficiently generate real returns, increase inflation responsiveness and help protect against inflation surprises. Treasury Inflation Protected Securities (TIPS) play an important role in Fund, as they provide a direct inflation adjustment as principal is increased or decreased over time with changes in inflation. This unique feature essentially transfers inflation risk from the investor to the issuer, in this case the U.S. Treasury. While Treasury Inflation Protected Securities may be the centerpiece of an inflation-related strategy, they are certainly not the only piece. Other useful asset classes include commodity-related equities, real-estate investment trusts, commodities and inflation-sensitive credit instruments. These assets provide both diversification and attractive risk-adjusted returns that are correlated with inflation.

The Multi-Asset Accumulation Fund employs a strategy that explicitly targets portfolio volatility, reallocating assets as market volatility changes in an effort to provide steady, long-term growth of principal across a variety of economic and market conditions. Accumulation strategies are typically used by investors who are seeking to grow assets, have long time horizons and can accept a higher degree of risk. The Fund's risk-parity strategy aims to produce risk-adjusted, long-term returns.

Fund	Core Market		
	Prior	New	Change
SLAT Prime Obligation Money Market	1%	1%	—
SIMT Real Return	2%	0%	-2%
SIMT U.S. Fixed Income	34%	19%	-15%
SIMT High Yield Bond	12%	10%	-2%
SIT Emerging Markets Debt	3%	6%	3%
SIMT Large Cap	28%	16%	-12%
SIMT Small Cap	2%	3%	1%
SIT International Equity	8%	7%	-1%
SIT Emerging Markets Equity	2%	3%	1%
SIMT Multi-Strategy Alternative	8%	5%	-3%
SIMT Multi-Asset Inflation	0%	10%	10%
SIMT Multi-Asset Accumulation	0%	20%	20%

## Market Growth Strategy

The Multi-Asset Inflation Fund and Multi-Asset Accumulation Fund will be added to the Market Growth Strategy. These positions will be funded by reallocating assets from the SIMT Real Return Fund, the SIMT U.S. Fixed Income Fund, the SIMT High Yield Bond Fund, the SIMT Large Cap Fund, the SIMT Small Cap Fund, the SIT International Equity Fund and the SIMT Multi-Strategy Alternative Fund. Small additions will be made to the SIT Emerging Markets Debt Fund and the SIT Emerging Markets Equity Fund for optimization purposes.

The Multi-Asset Inflation Fund employs a strategy that seeks to generate total returns that exceed the rate of inflation. The Fund consists of an innovative mix of asset classes that have historically exhibited a strong relationship with inflation. It is designed to efficiently generate real returns, increase inflation responsiveness and help protect against inflation surprises. Treasury Inflation Protected Securities (TIPS) play an important role in Fund, as they provide a direct inflation adjustment as principal is increased or decreased over time with changes in inflation. This unique feature essentially transfers inflation risk from the investor to the issuer, in this case the U.S. Treasury. While Treasury Inflation Protected Securities may be the centerpiece of an inflation-related strategy, they are certainly not the only piece. Other useful asset classes include commodity-related equities, real-estate investment trusts, commodities and inflation-sensitive credit instruments. These assets provide both diversification and attractive risk-adjusted returns that are correlated with inflation.

The Multi-Asset Accumulation Fund employs a strategy that explicitly targets portfolio volatility, reallocating assets as market volatility changes in an effort to provide steady, long-term growth of principal across a variety of economic and market conditions. Accumulation strategies are typically used by investors who are seeking to grow assets, have long time horizons and can accept a higher degree of risk. The Fund's risk-parity strategy aims to produce risk-adjusted, long-term returns.

Fund	Market Growth		
	Prior	New	Change
SLAT Prime Obligation Money Market	1%	1%	—
SIMT Real Return	2%	0%	-2%
SIMT U.S. Fixed Income	16%	9%	-7%
SIMT High Yield Bond	11%	7%	-4%
SIT Emerging Markets Debt	6%	7%	1%
SIMT Large Cap	40%	24%	-16%
SIMT Small Cap	5%	4%	-1%
SIT International Equity	12%	11%	-1%
SIT Emerging Markets Equity	3%	4%	1%
SIMT Multi-Strategy Alternative	4%	3%	-1%
SIMT Multi-Asset Inflation	0%	10%	10%
SIMT Multi-Asset Accumulation	0%	20%	20%

## Aggressive Strategy

The Multi-Asset Accumulation Fund will be added to the Aggressive Strategy. These positions will be funded by reallocating assets from the SIMT High Yield Bond Fund, the SIMT Emerging Markets Debt Fund, the SIMT Large Cap Fund and the SIMT Small Cap Fund. Small additions will be made to the SIT International Equity Fund and SIT Emerging Markets Equity Fund for optimization purposes.

The Multi-Asset Accumulation Fund employs a strategy that explicitly targets portfolio volatility, reallocating assets as market volatility changes in an effort to provide steady, long-term growth of principal across a variety of economic and market conditions. Accumulation strategies are typically used by investors who are seeking to grow assets, have long time horizons and can accept a higher degree of risk. The Fund's risk-parity strategy aims to produce risk-adjusted, long-term returns.

Fund	Aggressive		
	Prior	New	Change
SLAT Prime Obligation Money Market	1%	1%	—
SIMT High Yield Bond	9%	6%	-3%
SIT Emerging Markets Debt	10%	7%	-3%
SIMT Large Cap	52%	38%	-14%
SIMT Small Cap	8%	6%	-2%
SIT International Equity	15%	16%	1%
SIT Emerging Markets Equity	5%	6%	1%
SIMT Multi-Asset Accumulation	0%	20%	20%

## Background

SEI offers a variety of asset allocation strategies spanning a broad risk-return spectrum, allowing investors to participate in different levels of returns commensurate with different levels of risk. SEI selects and allocates to several asset classes in its strategies, aiming to build diversified portfolios that efficiently generate returns within a specific risk tolerance. Strategy allocations are determined qualitatively, with quantitative inputs. Quantitative research is based on the Portfolio Strategies Group's historical analysis as well as proprietary capital market assumptions (CMAs) for the future characteristics of each asset class. The team updates its historical analysis and CMAs as the economic environment changes and as newer data become available. Strategy allocations are then reviewed, considering updated CMAs in addition to alternative scenarios that deviate from normal relationships, and adjustments may be made to improve the expected performance relative to each strategy objectives.

---

*Due to their investment strategies, the Funds may buy and sell securities frequently. The use of leverage can amplify the effects of market volatility on the Fund's share price and may also cause the Fund to liquidate portfolio positions when it would not otherwise be advantageous to do so in order to satisfy its obligations. Commodity investments and derivatives may be more volatile and less liquid than direct investments in the underlying commodities themselves. Commodity-related equity returns can also be affected by the issuer's financial structure or the performance of unrelated businesses. The value of a commodity investment or a derivative investment in commodities is typically based upon the price movements of a physical commodity, a commodity futures contract or commodity index or some other readily measurable economic variable that is dependent upon changes in the value of commodities or the commodities markets. The value of these securities will rise or fall in response to changes in the underlying commodity or related benchmark or investment, changes in interest rates or factors affecting a particular industry or commodity, such as natural disasters, weather and U.S. and international economic, political and regulatory developments. The Fund is subject to credit risk, which refers to the possibility that the debt issuers may not be able to make principal and interest payments or may have their debt downgraded by ratings agencies*

*This material represents an assessment of the market environment at a specific point in time and is not intended to be a forecast of future events, or a guarantee of future results. This information should not be relied upon by the reader as research or investment advice regarding the Funds or any stock in particular, nor should it be construed as a recommendation to purchase or sell a security, including futures contracts. There is no assurance as of the date of this material that the securities mentioned remain in or out of SEI Funds.*

*SEI Investments Management Corporation (SIMC) is the adviser to the SEI Funds, which are distributed by SEI Investments Distribution Co. (SIDCO). SIMC and SIDCO are wholly owned subsidiaries of SEI Investments Company.*

**To determine if the Funds are an appropriate investment for you, carefully consider the investment objectives, risk factors and charges and expenses before investing. This and other information can be found in the Funds' prospectuses, which can be obtained by calling 1-800-DIAL-SEI. Read them carefully before investing.**

*There are risks involved with investing, including loss of principal. Current and future portfolio holdings are subject to risks as well. Diversification may not protect against market risk. There is no assurance the objectives discussed will be met. Investing in the Fund is subject to the risks of the underlying funds. Asset allocation may not protect against market risk. Bonds and bond funds will decrease in value as interest rates rise. International investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from economic or political instability in other nations. High yield bonds involve greater risks of default or downgrade and are more volatile than investment grade securities. REIT investments are subject to changes in economic conditions, credit risk and interest rate fluctuations. TIPS can provide investors a hedge against inflation, as the inflation adjustment feature helps preserve the purchasing power of the investment. Because of this inflation adjustment feature, inflation protected bonds typically have lower yields than conventional fixed rate bonds and will likely decline in price during periods of deflation, which could result in losses*

*Please note that PC model allocations and/or investment components are subject to change. Short and long term tax impact should be considered.*

- **Not FDIC Insured**
- **No Bank Guarantee**
- **May Lose Value**