

Year	Pre-Tax Total Returns		Supplemental Information				Number of Portfolios	Pre-Tax Dispersion	Supplemental Information		Total Composite Assets End of Period (\$ millions)	Pre-Tax Index Total Returns			Total Firm Assets End of Period (\$ millions)
			After-Tax Pre-Liquidation Total Returns		After-Tax Fully-Liquidated Total Returns				After-Tax Pre-Liquidation Dispersion	Unrealized Capital Gains End of Period (% Assets)		Market Benchmark	S&P 500	Bloomberg U.S. Corp. Bond	
	Gross of Fees	Net of Fees	Gross of Fees	Net of Fees	Gross of Fees	Net of Fees									
1996*	11.43%	10.90%	10.23%	9.71%	8.60%	8.08%	1	N/A	N/A	3.6%	16	6.41%	15.00%	6.91%	1,196
1997	16.40%	15.84%	14.05%	13.51%	11.84%	11.30%	1	N/A	N/A	7.6%	25	9.40%	33.36%	10.23%	1,378
1998	8.49%	7.99%	5.43%	4.95%	6.41%	5.92%	1	N/A	N/A	4.4%	27	6.71%	28.58%	8.57%	1,352
1999	-4.57%	-5.01%	-6.42%	-6.85%	-2.39%	-2.83%	1	N/A	N/A	-6.3%	39	-0.63%	21.04%	-1.96%	826
2000*	2.69%	2.58%	2.62%	2.55%	1.89%	1.83%	1	N/A	N/A	0.0%	40	-0.30%	2.29%	1.43%	705
2003*	7.54%	7.35%	7.23%	7.11%	5.53%	5.41%	1	N/A	N/A	2.2%	52	3.46%	13.15%	5.05%	3,027
2004	7.61%	7.23%	6.60%	6.36%	6.28%	6.04%	2	N/A	N/A	1.5%	31	4.18%	10.88%	5.39%	3,722
2005	4.81%	4.44%	3.79%	3.55%	4.21%	3.97%	3	0.3%	0.20%	-0.6%	61	3.30%	4.91%	1.68%	3,570
2006	7.71%	7.33%	6.74%	6.49%	6.41%	6.16%	4	0.4%	0.43%	1.5%	417	7.71%	15.79%	4.30%	3,967
2007	-9.35%	-9.62%	-10.30%	-10.48%	-4.85%	-5.04%	6	1.1%	1.24%	-1.1%	708	-10.03%	5.49%	4.56%	3,645
2008	-24.45%	-24.68%	-20.60%	-20.76%	-14.71%	-14.88%	7	4.6%	6.94%	-32.0%	633	-35.05%	-37.00%	-4.94%	2,289
2009	30.13%	29.77%	30.03%	29.79%	21.05%	20.83%	5	1.6%	1.67%	-6.1%	784	20.59%	26.47%	18.68%	3,265
2010	12.81%	12.51%	11.33%	11.14%	9.74%	9.55%	5	0.8%	0.6%	-1.5%	900	12.25%	15.06%	9.00%	4,080
2011	7.92%	7.64%	7.02%	6.84%	6.65%	6.47%	4	1.5%	1.7%	-0.6%	942	9.33%	2.11%	8.15%	4,313
2012	14.12%	13.83%	14.29%	14.11%	10.57%	10.39%	4	1.0%	2.3%	7.7%	1,195	11.41%	16.00%	9.82%	5,110
2013	0.20%	-0.04%	-0.77%	-0.92%	1.65%	1.49%	4	0.7%	0.8%	0.7%	1,202	-4.84%	32.38%	-1.53%	5,541
2014	12.55%	12.26%	10.98%	10.80%	9.62%	9.44%	6	1.0%	1.4%	4.5%	1,240	15.76%	13.68%	7.46%	5,041
2015	7.93%	7.64%	6.81%	6.62%	6.63%	6.44%	6	0.6%	0.8%	4.4%	872	7.30%	1.37%	-0.68%	4,977
2016	4.18%	3.88%	3.32%	3.13%	4.12%	3.93%	9	0.5%	0.4%	1.2%	1,114	3.80%	11.95%	6.11%	4,767
2017	10.55%	10.23%	9.81%	9.61%	8.17%	7.97%	8	0.5%	0.6%	5.8%	1,051	10.52%	21.82%	6.42%	4,428
2018	-4.42%	-4.69%	-5.04%	-5.26%	-2.94%	-3.16%	8	0.6%	0.5%	-4.3%	1,035	-5.25%	-4.39%	-2.51%	4,033
2019	17.65%	17.32%	16.94%	16.68%	14.45%	14.20%	3	0.6%	0.6%	6.0%	753	17.98%	31.48%	14.54%	4,563
2020	7.36%	7.05%	6.77%	6.53%	6.53%	6.29%	3	0.1%	0.1%	7.6%	851	7.57%	18.39%	9.89%	4,627
2021	4.36%	4.06%	3.75%	3.51%	3.97%	3.73%	3	0.1%	0.1%	6.3%	887	3.70%	28.68%	-1.04%	4,861
2022	-10.99%	-11.25%	-11.24%	-11.45%	-8.20%	-8.41%	3	0.5%	0.4%	-11.3%	675	-13.87%	-18.13%	-15.76%	3,943

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			After-Tax Pre-Liquidation Total Returns		After-Tax Fully-Liquidated Total Returns				After-Tax Pre-Liquidation Dispersion	Unrealized Capital Gains End of Period (% Assets)		Market Benchmark	S&P 500	Bloomberg U.S. Corp. Bond	
	Gross of Fees	Net of Fees	Gross of Fees	Net of Fees	Gross of Fees	Net of Fees									
2023	7.07%	6.75%	7.14%	6.88%	6.33%	6.07%	3	1.0%	0.8%	-8.0%	627	7.84%	26.26%	8.52%	3,903
2024	11.48%	11.15%	10.73%	10.48%	9.62%	9.36%	3	0.6%	0.6%	-3.2%	635	10.63%	25.00%	2.13%	4,063

* The returns for 1996, 2000, and 2003 are partial year returns, are not annualized and reflect the actual returns for shorter periods. For 1996, the returns are for the period from May 1 through December 31. After March 31, 2000, we had no portfolio investing with this strategy until August 1, 2003.

Period Ending 12/31/2024	Annualized Returns				
	Composite		Market Benchmark	S&P 500	Bloomberg U.S. Corp. Bond
	Gross of fees	Net of fees			
1 Year	11.48%	11.15%	10.63%	25.00%	2.13%
3 Year	2.04%	1.74%	0.91%	8.91%	-2.27%
5 Year	3.54%	3.24%	2.77%	14.50%	0.30%
10 Year	5.22%	4.92%	4.66%	13.09%	2.43%

Flaherty & Crumrine Incorporated claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Flaherty & Crumrine has been independently verified for the periods January 1, 1990 through December 31, 2024 by ACA Group.

A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis.

The Tax-Advantaged Preferred Securities Composite has had a performance examination for the periods May 1, 1996 through December 31, 2024. The verification and performance examination reports are available upon request.

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Firm. Flaherty & Crumrine Incorporated is registered as an investment adviser with the U.S. Securities and Exchange Commission under the Investment Advisers Act of 1940. Flaherty & Crumrine specializes in the management of preferred and other fixed-income securities. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

Composite Construction. The Tax-Advantaged Preferred Securities Composite was created in January 2008 for periods beginning May 1, 1996 and includes institutional accounts which have a primary investment objective of achieving a high level of after-tax income. Our strategy is to invest primarily in tax-advantaged preferred securities (i.e., which qualify for the dividends received deduction). There is no minimum portfolio size for the composite. New accounts that fit the composite definition are added at the beginning of the first full calendar month for which the account is under management. Closed account data is included in the composite as mandated by the standards in order to eliminate a survivorship bias. The name of this composite was changed beginning in 2018 from its prior name of "Tax-Advantaged Preferred Securities Composite (No Hedging Strategy)." A complete list and description of all firm composites and pooled funds is available upon request.

The dispersion measures are the asset-weighted standard deviation of the pre-tax and after-tax gross-of-fee returns of accounts in the composite for the entire year. There is no dispersion result presented for 2004 because no more than one portfolio qualified for the account during any particular month.

The following table shows the three year ex-post standard deviation of returns of the composite (gross-of-fee), the benchmark, the S&P 500 and the Bloomberg Barclays U.S. Corporate IndexSM.

Year	3 Year Ex-Post standard deviation			
	Composite	Market Benchmark	S&P 500	Bloomberg U.S. Corp. Bond
2011	10.18%	16.71%	18.70%	5.17%
2012	4.13%	3.66%	15.09%	3.92%
2013	3.76%	4.51%	11.94%	4.43%
2014	3.54%	4.73%	8.97%	4.01%
2015	3.26%	4.87%	10.47%	4.13%
2016	3.76%	4.48%	10.59%	4.15%
2017	3.71%	4.03%	9.92%	3.88%
2018	4.32%	4.44%	10.80%	3.65%
2019	4.31%	4.58%	11.93%	3.63%
2020	9.15%	8.94%	18.53%	6.86%
2021	8.96%	8.68%	17.17%	6.93%
2022	10.07%	10.51%	20.87%	9.32%
2023	9.25%	10.75%	17.30%	9.14%
2024	9.40%	11.07%	17.16%	9.56%

Total Return Methodology. Valuations and returns are computed and stated in U.S. dollars. Since January 1, 2010, portfolios are valued monthly using market prices and on any other date of a large cash flow. Until January 1, 2010, portfolios are valued monthly using market prices.

Gross of fees returns are calculated gross of management and custodial fees and net of transaction costs. Net of fees returns are calculated net of actual management fees and transaction costs and gross of custodian fees. The current fee schedule is 0.45% on assets under management of \$0 - \$50 million, 0.40% on assets of \$50 - \$250 million and 0.35% on assets greater than \$250 million and includes a minimum fee of \$150,000. Both returns are calculated gross of all withholding taxes on foreign dividends. The composite results portrayed reflect the reinvestment of dividends, capital gains, and other earnings when appropriate. Where appropriate, accruals for fixed income and equity securities are included in calculations.

After-Tax Returns. All after-tax returns use the highest U.S. federal corporate tax rate in effect during each period. From 1993 through 2017 rates were 35% on capital gains and interest and 10.5% on dividends. From the beginning of 2018 through the present, rates were 21% on capital gains and interest and 10.5% on dividends. The pre-liquidation returns tax-adjust the income and realized capital gains or losses. Capital gains or losses are realized pursuant to the cost accounting method determined by the client, which may include first-in-first-out, specific cost lot selection or average cost. The fully-liquidated returns tax-adjust the income, the realized capital gains or losses, and assumes that all unrealized gains or losses are realized for tax purposes.

The after-tax returns shown are subject to the limitations of the specific calculation methodology applied. Since the client's actual circumstances and tax rates determined after the fact may differ from the anticipated tax rates used in this process, the reported returns may not equal the actual after-tax returns for specific clients.

Index Total Returns. All index returns include interest income and do not reflect any expenses. They are presented on a pre-tax basis calculated similarly to our composites. In addition, unlike the accounts included in the composite, the index returns are unmanaged. Benchmark returns are not covered by the report of independent verifiers.

For calendar year 1996, the Market Benchmark is the ICE BofA Fixed Rate Preferred Securities IndexSM which contains fixed rate preferred securities which qualify for the corporate dividends received deduction and are issued by US corporations and government agencies. Beginning in 1997 through June 2015, the Market Benchmark is the ICE BofA 8% Constrained DRD Eligible Preferred Securities IndexSM which is a subset of the fixed rate index with the securities limited to DRD eligible securities and with issuer concentration capped at a maximum of 8%. From July 2015 through the present, the Market Benchmark is the ICE BofA 8% Constrained DRD Eligible Core West Preferred & Jr Subordinated Securities Index, which contains fixed and adjustable rate preferred securities that qualify for the corporate dividends received deduction and are issued by U.S. corporations. The firm switched to this newer benchmark because it contains a broader and more diverse selection of the securities that could be purchased by portfolios using the composite strategy.

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The Bloomberg U.S. Corporate Bond Index measures the investment grade, fixed-rate, taxable corporate bond market. It includes USD denominated securities publicly issued by US and non-US industrial, utility and financial issuers. Beginning in October 2022, the firm began using this index for all periods reflected, replacing its prior use of the Bloomberg Long U.S. Corporate Index which is a subset of the Bloomberg U.S. Corporate Bond Index

The S&P 500 is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of a broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

Other Information. Past performance does not guarantee future results. This performance report should not be construed as a recommendation to purchase or sell any particular securities held in composite accounts. Market conditions can vary widely over time and can result in a loss of portfolio value.