

# INTERNATIONAL CONCENTRATED DIVIDEND YIELD TACTICAL BRI

AS OF JUNE 30, 2017



## PORTFOLIO DESCRIPTION

The International Concentrated Dividend Yield Tactical BRI portfolio invests in shares of companies that offer attractive dividend yields and also meet our BRI screening criteria. This portfolio can be seen as an alternative to a bond portfolio as the focus of the portfolio is on high-yielding stocks that often trade much like bonds. The advantage, however, is that dividend yields on stocks used in this portfolio often exceed the yields on bonds and also have the opportunity to grow slowly over time. Naturally, dividends on stocks are more likely to be reduced than bond interest payments being eliminated during difficult economic conditions, so risk is greater for this portfolio than a typical bond portfolio.

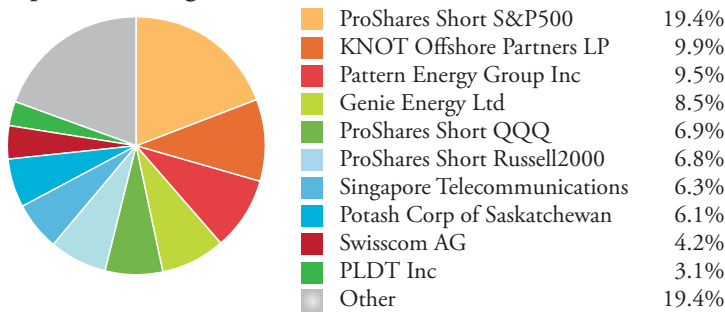
## INVESTMENT APPROACH

Given the emphasis of this portfolio on high-yielding equities, Stewardship Partners focuses its search on the minority of stocks around the world that pay unusually large dividends in relation to their share price. Shares which also have strong fundamental characteristics such as a high return on equity and strong balance sheets are also targeted. While dividend growth prospects for high-yielding shares are typically low, we seek to maximize this as well. Holdings are also screened using Stewardship Partners' BRI approach to eliminate from consideration those stocks that Christian investors might be uncomfortable holding. This portfolio can also utilize Stewardship Partners' tactical methods to protect the portfolio's value when the market is under pressure, although the high dividend yield of the portfolio offers an element of downside protection itself. Given the well above average yield we anticipate this portfolio will have its volatility should be substantially lower than the market overall.

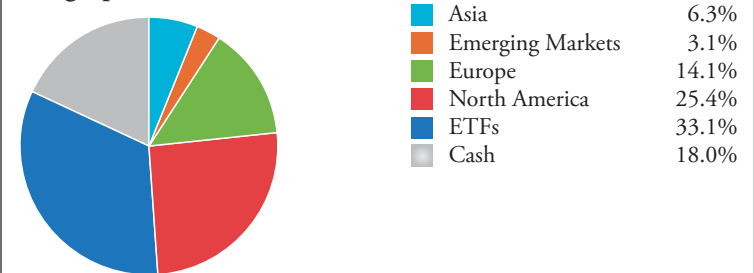
## PORTFOLIO CONSTRUCTION

The International Concentrated Dividend Yield Tactical BRI portfolio typically consists of fifteen to twenty equity holdings. These positions will normally come from many different parts of the globe giving the portfolio a degree of currency and geographic diversification. Industry diversification, however, will tend to be significantly less than other Stewardship Partners portfolios since high-yielding stocks tend to be found most often in a smaller number of sectors segments, such as utilities and financials. Holdings in the portfolio will be replaced when Stewardship Partners finds better value in another stock, when a holding's fundamental strength deteriorates or when dictated by possible market declines. When we utilize inverse index ETFs during periods of potential market weakness, the normally high yield on the portfolio will be reduced to the extent the ETFs are used. The MSCI World ex USA index is the benchmark we utilize for this portfolio. The portfolio will normally outperform the benchmark during falling and sideward-moving markets and trail it during periods of market strength. Stewardship Partners' portfolio managers make the initial portfolio buy-in decision to maximize client returns and may delay initial investment due to market and company-specific conditions.

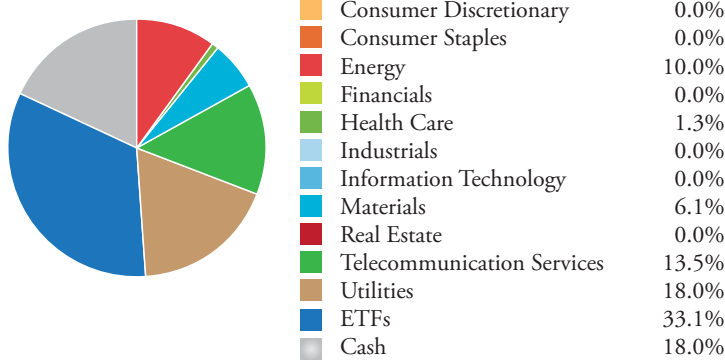
### Top 10 Holdings



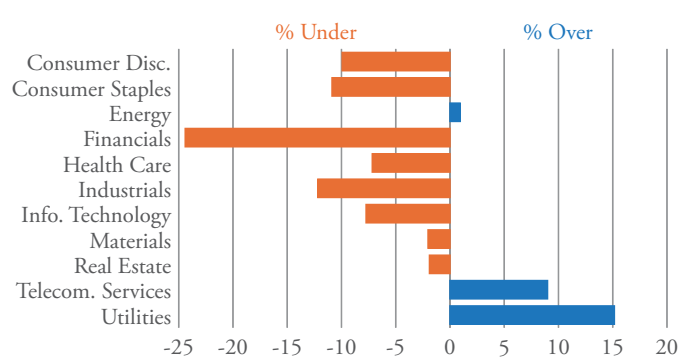
### Geographic Allocation



### Sector Allocation



### Sector Allocation vs. S&P 700



## Additional Information

Portfolio Manager	Rusty Leonard, CFA
Average Market Capitalization	\$10.9 billion