

---

FIRST QUARTER 2022

---

## Volatility and Inflation

The first quarter of 2022 was volatile. Growth stocks, especially in the Technology sector performed poorly. Accelerating inflation and rising interest rates will be a concern as the year continues.

There are changes in every aspect of our lives due to the lingering effects of the COVID pandemic. We continue to look at which changes are temporary and which will be permanent. Our research looks for companies that will be successful in adapting to these changes. We remain cautious in this challenging market.

## Portfolio Analysis

The Triboro Socially Responsible Portfolio had a disappointing Q1. The strategy was -8.58% (gross of fees) vs -6.78% for the MSCI KLD 400 Social Index and -4.6% for the S&P 500 Total Return Index.

## Positive & Negative Contributors to Performance

Our best performing sectors in Q1 were Health Care and Consumer Staples. In both sectors our outperformance was driven by stock selection.

Kroger Co (KR) is the largest food retailer in the United States. The stock increased 27% in Q1. In March Kroger announced sales and earnings that surpassed analyst estimates.

AGCO Corporation (AGCO) is one of the world's largest manufacturers of agricultural equipment such as tractors. The stock rose 26% during Q1. Rising prices for agricultural commodities has spurred strong demand for their products.

The worst performing stock during Q1 was KB Home (KB). The stock declined 27% during Q1 as supply chain problems led to an earnings miss during the quarter. We will continue to hold this undervalued stock as the company still has a substantial backlog of home orders.

The portfolio turnover increased in Q1 as we continue to rotate into names that can do well in a market where inflation is increasing. As always, we look for ways to reduce risk by diversifying the portfolio across different industries. We will continue to reduce positions in overvalued stocks where business fundamentals are not improving.

## Sustainable Investing Trends

Sustainable, responsible and impact (SRI) investing in the United States continues to expand at a healthy pace as investors increasingly recognize the benefits of this approach.

## Executive Summary

- We will continue to add defensive names in the portfolio in 2022 as we still see increasing downside risk to the market due to overvaluation.
- We have adapted our process to fit the present situation. We search for companies that are able to grow their business.
- We appreciate your business and our team is always available to answer questions or to have a deeper conversation.

Philip Mendelsohn, CFA  
Portfolio Manager

---

*Past performance is no guarantee of future results. Investing involves risk including the loss of principal. For Professional Financial/Institutional Use Only — Not For Public Distribution.*

---



# Socially Responsible Portfolio Commentary

This material represents an assessment of the market and economic environment at a specific point in time and is not intended to be a forecast of future events, or a guarantee of future results. Forward-looking statements are subject to certain risks and uncertainties. Actual results, performance, or achievements may differ materially from those expressed or implied. Information is based on data gathered from what we believe are reliable sources.

Nothing contained herein is to be considered a solicitation, research material, an investment recommendation or advice of any kind. The information contained herein may contain information that is subject to change without notice. Any investments or strategies referenced herein do not take into account the investment objectives, financial situation or particular needs of any specific person.

*Past performance is no guarantee of future results. Investing involves risk including the loss of principal. For Professional Financial/Institutional Use Only — Not For Public Distribution.*