



600 Dresher Road
Horsham, PA 19044
215-956-8114
www.pennmutualam.com

March 31, 2021

This wrap fee program brochure provides information about the qualifications and business practices of Penn Mutual Asset Management, LLC (“Penn Mutual Asset Management”, “PMAM”, or the “Adviser”). If you have any questions about the contents of this brochure, please contact us at PMAMCompliance@pennmutualam.com or 215-956-8114.

The information in this brochure has not been approved or verified by the U.S. Securities and Exchange Commission (“SEC”), any state securities authority or non-U.S. regulatory authority.

Additional information about Penn Mutual Asset Management is also available on the SEC’s website at www.adviserinfo.sec.gov.

Penn Mutual Asset Management is an investment adviser registered with the SEC. Registration as an investment adviser does not imply any level of skill or training.



Item 2: Material Changes

This section identifies and discusses material changes to the Wrap Fee Program Brochure since the previous version (August 1, 2020). Although, the following items have been updated for better clarification and to expand certain information. We do not view these changes to be material:

Item 6: Portfolio Manager Selection and Evaluation:

- Few wording updates to *Methods of Analysis and Investment Strategies* sections;
- Material Risks have been updated to include Convertible Securities Risk and LIBOR Replacement Risk.



Item 3: Table of Contents

Item 1: Cover Page

Item 2: Material Changes 2

Item 4: Services, Fees and Compensation4

Item 5: Account Requirements and Types of Clients4

Item 6: Portfolio Manager Selection and Evaluation.....4

Item 7: Client Information Provided to Portfolio Managers 11

Item 8: Client Contact with Portfolio Managers12

Item 9: Additional Information12

Item 10: Requirements for State-Registered Advisers.....15



Item 4: Services, Fees and Compensation

Advisory Services

Penn Mutual Asset Management, LLC (“Penn Mutual Asset Management”) was organized in June 1989, under the name of Independence Capital Management, Inc. The home office of Penn Mutual Asset Management is located at 600 Dresher Road, Horsham, Pennsylvania 19044.

Penn Mutual Asset Management is a wholly owned subsidiary of The Penn Mutual Life Insurance Company (“Penn Mutual”), a mutual life insurance company that has been in the insurance and investment business since the mid-1800s. As of December 31, 2020, Penn Mutual Asset Management is managing approximately \$31.4b in client assets, all of which is managed on a discretionary basis.

Penn Mutual Asset Management offers a fee-based advisory wrap program (“Wrap Fee Program”) which is a customized discretionary investment advisory program for affiliated insurance company clients seeking to bundle fees for services associated with investment management, custodian fees, proxy fees, brokerage and other transaction costs (including costs related to derivative transactions). A wrap fee is not based directly on the amount of transactions in a client’s account. Accordingly, if a wrap account is inactive, a client may pay more in fees than a client would have in a traditional investment brokerage account or non-wrap fee-based advisory account. The Wrap Fee Program may cost clients more or less than purchasing services separately.

Fees and Compensation

The maximum fee assessed based on the assets under management of an affiliated insurance company client is 0.09% per annum. The frequency of fee payment is contractually specified in client documents. Fees for the Wrap Fee Program are negotiable. From time to time, Penn Mutual Asset Management may waive all or a portion of its fee or reimburse a client for expenses, as deemed appropriate or as negotiated with the client in writing.

In valuing a client’s portfolio for fee billing purposes, Penn Mutual Asset Management generally utilizes pricing information provided by independent pricing vendors. To the extent a vendor is unable to provide pricing information for a particular security or instrument or when market quotations are not readily available, Penn Mutual Asset Management may “fair value” such security or instrument to reflect what Penn Mutual Asset Management believes accurately reflects the value of the security or instrument. When this occurs, a potential conflict of interest may arise as Penn Mutual Asset Management could have an incentive to value such security or instrument in an effort to generate greater fees or higher investment returns. To mitigate this potential conflict, Penn Mutual Asset Management has adopted written policies and procedures that are reasonably designed to provide assurance that such security or instrument is properly valued.

Item 5: Account Requirements and Types of Clients

Penn Mutual Asset Management offers the Wrap Fee Program to affiliated insurance company clients. Penn Mutual Asset Management generally manages client investment portfolios in a manner consistent with each client’s written investment objectives, guidelines, limitations and restrictions.

Item 6: Portfolio Manager Selection and Evaluation

Penn Mutual Asset Management is the sponsor and sole portfolio manager for the Wrap Fee Program. Penn Mutual Asset Management’s Chief Investment Officer is responsible for the investment advice offered under the Wrap Fee Program.

Methods of Analysis

Penn Mutual Asset Management may receive a wide range of research services from broker-dealers, including information on securities markets, the economy, individual companies, statistical information, accounting and tax law interpretations, technical market action, pricing and appraisal services, and credit analyses.

Research services are received primarily in the form of written reports, telephone contacts, personal meetings with security analysts, corporate and industry spokespersons, economists, academicians, and government representatives, and access to various computer-generated data.

In making investment decisions, Penn Mutual Asset Management takes into account each particular client investment objective. In connection with making its investment decisions, Penn Mutual Asset Management utilizes research and financial services from major investment banking firms, including Bank of America, Citigroup, JP Morgan, Deutsche Bank, and others.

Penn Mutual Asset Management has access to information supplied by Moody's Investor Services, Credit Sights, Inc., Pitchbook, GPscout, Bloomberg Financial Markets and other similar services. In addition, designated investment personnel analyze a multitude of relevant topics which might influence or change Penn Mutual Asset Management's market outlook. Among those are Federal Reserve policy, the economy, interest rate behavior and forecasts, inflation, monetary growth and the overall supply of appropriate investments.

The result of this analysis is formulated into current investment strategies, which may then be further refined in accordance with the particular policies and needs of the individual portfolios.

Investment Strategies and Investment Philosophy

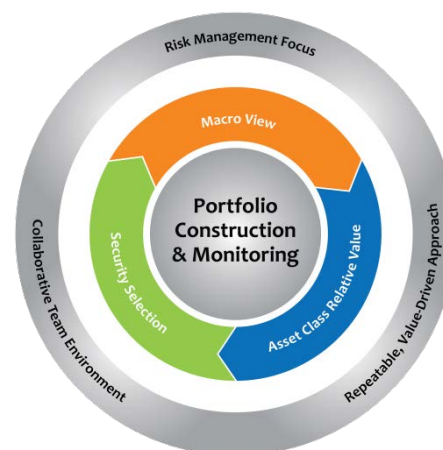
Penn Mutual Asset Management's investment approach centers on the belief that valuation is the source of superior returns, and related decision-making may be optimized when executed through the lens of rigorous risk management. The investment approach utilizes an extensive value-based methodology to determine attractive investment opportunities. The relative value view forms the framework used to evaluate investment opportunities and is applied across and within asset classes. This framework is also employed in risk/reward tradeoff considerations. Through a comprehensive, value-driven approach, the technical and fundamental dynamics that impact fixed-income markets can be capitalized upon and market inefficiencies can be exploited. The three components of the investment process, *Macro View*, *Asset Class Relative Value*, and *Security Selection* are viewed with a relative-value lens and continuously defined and measured by the contribution to expected return and risk.

Macro View

A top-down macroeconomic view drives decisions relating to risk weighting, positioning from a duration and yield curve perspective, and desired strategic asset allocation.

Macro risk variables include:

- Business/Credit Cycle
- Commodities
- Currencies
- Inflation
- Interest Rates
- Market Volatility
- Monetary Policy





A full assessment of the global macro economy establishes risk parameters for portfolio construction.

Asset Class Relative Value

Analysis of credit spreads, duration and liquidity helps to establish relative value opportunities across fixed income asset classes. An assessment of fixed income asset classes is conducted in addition to a full assessment of industries and sub-sectors to determine focus areas for strategic allocation. The decision of the most efficient investment vehicle (cash bond or derivative) is also determined during the asset class relative value part of the investment process.

Security Selection

Based upon the macro view and asset class relative value identification, a full analysis of fundamentals, technicals and valuation is conducted to determine the best total return opportunities for the portfolio.

Fundamentals

- Industry view
- Company competitive positioning
- Growth rates, profitability and capital intensity
- Covenant review and recovery analysis

Technicals

- New issue calendar
- Mutual fund and ETF flow data
- Foreign credit demand
- Secondary market supply

Valuation

- Active sector rotation
- Proprietary modeling
- Term structure and yield curve positioning

The balance of a repeatable, value-driven approach with seasoned investment judgment leads to the construction of an optimal portfolio focused on prudent diversification, downside protection and attractive risk-adjusted returns. High conviction ideas are balanced against prudent risk management and derivatives are utilized as a cost effective way to express conviction in a particular asset class or macroeconomic view. Derivatives also help create value, manage risk and preserve capital for investors.

Investment Strategy - Insurance Company Portfolios

The principal investment strategy for the management of insurance company general account assets may be described as liability-driven investing. Liability-driven investing supports the asset purchases and the construction of a general account investment portfolio that will generate investment earnings to support cash flow needs relating to operational commitments. Specific guidelines and restrictions, for each insurance company investment portfolio, are described in the client investment plan(s) delivered to Penn Mutual Asset Management at the onset of the relationship.



Side-by-Side Management and Conflicts

Side-by-side management of investment portfolios with different fee arrangements could incentivize Penn Mutual Asset Management to favor accounts that pay performance-based fees, or to choose investments that are riskier or more speculative than might otherwise have been chosen for those portfolios. Similarly, Penn Mutual Asset Management may also have an incentive to favor portfolios in which it and/or its employees may own a substantial interest. To mitigate these conflicts, the Firm's policies and procedures seek to ensure that investment personnel make decisions based on the best interests of clients, without consideration of the Firm's economic or pecuniary interests.

Please see Item 9, Additional Information, Code of Ethics, Participation or Interest in Client Transactions and Personal Trading.

Brokers and Execution Quality

Penn Mutual Asset Management views best execution as referring to the best net results from a trade, taking into account all circumstances relevant at the time the trade is placed. With respect to determining the broker or dealer to be used and the commission rates to be paid in connection with purchasing and selling securities for clients, Penn Mutual Asset Management seeks to obtain the best price and the most favorable execution of its orders, taking into consideration the experience and skill of the broker-dealer and the broker-dealer financial responsibility and administrative efficiency.

In addition, Penn Mutual Asset Management consider such factors as the price of the security, the rate of the commission, the size and difficulty of the order, the reliability, integrity, financial condition, general execution and operational capabilities of the broker-dealer and competing broker-dealers and the brokerage and research services they provide. Penn Mutual Asset Management utilizes different methods to gain competitive bond quotes depending on the liquidity and price transparency of the security. For highly liquid securities, an electronic trading platform may be used, where several market bids are sought and market levels are readily available, or a competitive bid /offer process whereby multiple dealers are able to participate. For less liquid securities, a negotiated process may be used due to the nature of the transaction. The negotiated bid process may depend on factors such as size and distribution of the issue, credit history and outlook of the security and the ability to provide anonymity.

Penn Mutual Asset Management conducts oversight of brokerage activity for best execution. On a continual basis, Penn Mutual Asset Management evaluates each trade for best execution. On a periodic basis, no less than monthly, Penn Mutual Asset Management reviews and discusses various reports detailing portfolio transactions, broker commission expenditures, service levels, and portfolio performance for each client portfolios. The Investment Management Committee is responsible for the approval of brokers and counterparties with whom Penn Mutual Asset Management trades. When there is interest in trading with a new broker or firm, a member of the Investment Management Committee will recommend the approval of a broker, based on review of various available data including, but not limited to, annual reports, CDS spreads, market intelligence, expertise, stock price movements, experience, credit worthiness and arbitration awards, disciplinary, financial, and/or regulatory events.

Soft dollars

Penn Mutual Asset Management does not generally engage in soft dollar arrangements. However, subject to client approval, Penn Mutual Asset Management may use soft dollar research and services and allocate brokerage to obtain such brokerage and research services, so long as it does so in accordance with the safe harbor established by Section 28(e) of the Securities Exchange Act of 1934, as amended, and related SEC guidance. Penn Mutual Asset Management's determination to pay commissions may be made in terms of either the particular transaction involved or its overall responsibilities with respect to all accounts over which it exercises investment discretion. In some cases, research services are generated by third parties, but are



provided to Penn Mutual Asset Management by or through brokers and dealers. Penn Mutual Asset Management believes that the receipt of independent research is beneficial to its investment-decision process, and, therefore, to its clients.

Penn Mutual Asset Management may receive research service in connection with selling concessions and designations in fixed price offerings in which the client portfolios participate. Such research services received from broker-dealers have included, for example, the following: information on securities markets, the economy, individual companies, statistical information, accounting and tax law interpretations, technical market action, pricing and appraisal services, and credit analyses. Research services are received primarily in the form of written reports, telephone contacts, conferences, personal meetings with security analysts, corporate and industry spokespersons, economists, academicians, and government representatives, and access to various computer-generated data. Research services received from broker or dealers are supplemental to Penn Mutual Asset Management's own research efforts and, when utilized, are subject to internal analysis before being incorporated into the investment process. Such research services provide Penn Mutual Asset Management, at no additional cost, independent perspectives and viewpoints against which Penn Mutual Asset Management can weigh its own research efforts.

Generally, research and other services provided by brokers or dealers are used to service all of Penn Mutual Asset Management's clients accordingly, not all services may be used in connection with the account that paid commissions to the broker providing such services. In addition, Penn Mutual Asset Management may select a broker-dealer in order to continue receiving such research services and may have an incentive to execute trades through certain broker-dealers with which it has negotiated favorable soft dollar arrangements. The selection of and the execution of trades through such broker-dealers may give rise to potential conflicts of interests. In order to mitigate such conflicts of interest, Penn Mutual Asset Management has adopted policies and procedures reasonably designed to ensure that (i) the value, type, and quality of any services it receives from broker-dealers are permissible under applicable law, and (ii) investment transactions are placed solely on best execution considerations.

Brokerage Arrangements

Penn Mutual Asset Management does not generally engage in directed brokerage in purchasing and selling securities for client investment portfolios. At the request of the client, Penn Mutual Asset Management may place a portion of a client's portfolio transactions with a broker-dealer who has agreed to refund commissions credits directly back to the client portfolio or alternatively pay designated investment portfolio expenses.

Penn Mutual Asset Management, however, will not place portfolio transactions with a broker-dealer selected by the client unless Penn Mutual Asset Management determines that the transaction is consistent with its obligation to seek best execution and is based on its normal negotiated commission schedule.

Affiliate Brokerage Transactions

Penn Mutual Asset Management does not generally engage in the use of affiliated brokers. However, Penn Mutual Asset Management may use an affiliated broker-dealer to execute transactions for client accounts provided that full disclosure is made to clients and best execution is obtained. If an affiliated broker-dealer is used to execute transactions for clients of Penn Mutual Asset Management, the affiliated broker may only be used if the transactions are carried out in compliance with Section 17(e) of the Company Act and Rule 17e-1.

Allocation and Aggregation of Securities

It is the policy of Penn Mutual Asset Management to provide assurance that investment opportunities are allocated equitably among different clients. Penn Mutual Asset Management has discretionary authority to purchase and sell securities for each client portfolio in accordance with client investment objectives, policies and limitations. Penn Mutual Asset Management may



manage portfolios for multiple client accounts with similar investment objectives. From time to time, purchases and sales may be made for a number of the portfolios simultaneously and, as such, Penn Mutual Asset Management will generally average the price of the transactions and allocate the average among its clients participating in the transaction. However, at times, investment opportunities may be allocated differently among accounts due to the particular characteristics of an account, such as size of the account, cash position, tax status, risk tolerance and investment restrictions or for other reasons. No one portfolio will be treated more or less advantageously than the other portfolios involved.

Material Risks

Specific material risks associated with investment strategies employed by Penn Mutual Asset Management are discussed with each client and are disclosed as appropriate. The material risks to client portfolios may include:

Market Risk: The value of securities owned by a portfolio may go up or down, sometimes rapidly or unpredictably, due to factors affecting securities markets generally or particular industries.

Equity Risk: The prices of equity securities rise and fall daily. These price movements may result from factors affecting individual companies, industries or the securities market as a whole. In addition, equity markets tend to move in cycles which may cause stock prices to fall over short or extended periods of time.

Convertible Securities Risk: The value of a convertible security is influenced by changes in interest rates (with investment value declining as interest rates increase and increasing as interest rates decline) and the credit standing of the issuer. The price of a convertible security will also normally vary in some proportion to changes in the price of the underlying common stock because of the conversion or exercise feature.

Corporate Debt Securities Risk: Corporate debt securities are subject to the risk of the issuer's inability to meet principal and interest payments on the obligation and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity.

Interest Rate Risk: The prices of the fixed income investments in a portfolio may fall when interest rates rise. Interest rate changes have a greater effect on the price of fixed income securities with longer maturities.

Credit Risk: The portfolio could lose money if the issuer or guarantor of a fixed income security, or the counterparty to a derivative contract, it holds defaults or is otherwise unable or unwilling to meet its financial obligations.

High Yield Bond Risk: Investing in fixed income securities rated below investment grade (high yield or junk bonds) involves additional risks, including greater sensitivity to liquidity risk and credit risk. High yield bonds are considered speculative with respect to their issuers' ability to make timely payments or otherwise honor their obligations.

U.S. Government Securities Risk: Certain of the U.S. government securities in which the portfolio may invest are not backed by the full faith and credit of the United States government, which means they are neither issued nor guaranteed by the U.S. Treasury. Also, any government guarantees on securities the Fund owns do not extend to shares of the Fund.

Prepayment and Extension Risk: Fixed income securities in which the portfolio may invest may be paid off earlier or later than expected. Either situation could cause the portfolio to hold securities paying lower-than-market rates of interest, which could adversely affect the yield or price.



Mortgage-Backed Securities Risk: Mortgage-backed securities are affected by, among other things, interest rate changes and the possibility of prepayment of the underlying mortgage loans. Mortgage-backed securities are also subject to the risk that underlying borrowers will be unable to meet their obligations.

Asset-Backed Securities Risk: Payment of principal and interest on asset-backed securities is dependent largely on the cash flows generated by the assets backing the securities and asset-backed securities may not have the benefit of any security interest in the related assets.

Derivatives Risk: The use of derivative instruments such as futures, forwards, options and swaps is subject to market risk, leverage risk, correlation risk, and valuation risk as described as follows:

- Market risk is the risk that the market value of an investment may move up and down, sometimes rapidly and unpredictably.
- Leverage risk is the risk that the use of leverage can amplify the effects of market volatility on the underlying fund's share price and may also cause the underlying fund to liquidate portfolio positions when it would not be advantageous to do so in order to satisfy its obligations. The use of forwards and swap agreements is also subject to credit risk and valuation risk.
- Correlation risk is the risk that changes in the value of the derivative may not correlate perfectly with the underlying asset, rate or index.
- Valuation risk is the risk that the derivative may be difficult to value and/or valued incorrectly. The use of derivative instruments involves risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments and could cause the underlying fund to lose more than the principal amount invested.

Portfolio Turnover Risk: The portfolio may buy and sell portfolio securities actively, which may result in increased transaction costs and lower portfolio performance.

LIBOR Replacement Risk: The elimination of the London Inter-Bank Offered Rate ("LIBOR") may adversely affect the interest rates on, and value of, certain investments for which the value is tied to LIBOR. The U.K. Financial Conduct Authority has announced that it intends to stop compelling or inducing banks to submit LIBOR rates after 2021. However, it remains unclear if LIBOR will continue to exist in its current, or a modified, form. Alternatives to LIBOR are established or in development in most major currencies, including the Secured Overnight Financing Rate ("SOFR"), which is intended to replace U.S. dollar LIBOR. Markets are slowly developing in response to these new rates. Questions around liquidity impacted by these rates, and how to appropriately adjust these rates at the time of transition, remain a concern. Accordingly, it is difficult to predict the full impact of the transition away from LIBOR on the investments until new reference rates and fallbacks for both legacy and new products, instruments and contracts are commercially accepted.

Liquidity Risk: Under certain circumstances, such as the disruption of orderly markets, Penn Mutual Asset Management may not be able to sell certain of its investments quickly or at prices that represent true market value in the judgment of Penn Mutual Asset Management.

Natural Disaster and Epidemic Risk: Natural or environmental disasters, such as earthquakes, fires, floods, hurricanes, tsunamis and other severe weather-related phenomena, generally, as well as widespread disease, including pandemics



and epidemics, have been, and can be, highly disruptive to economies and markets, adversely impacting individual companies, sectors, industries, markets, currencies, interest and inflation rates, credit ratings, investor sentiment, and other factors affecting the value of investments in the portfolio. Given the increasing interdependence among global economies and markets, conditions in one country, market, or region are increasingly likely to adversely affect markets, issuers, and/or foreign exchange rates in other countries, including the United States. These disruptions could prevent PMAM from executing advantageous investment decisions in a timely manner and negatively impact PMAM's ability to achieve its investment objectives. Any such event(s) could have a significant adverse impact on the value and risk profile of investments with PMAM.

Voting Client Securities

Penn Mutual Asset Management provides day-to-day investment management services to clients, which may include the voting of securities held in their accounts. Penn Mutual Asset Management has adopted related procedures to address proxy voting. The procedures are reasonably designed to provide assurance that Penn Mutual Asset Management votes securities held in those client accounts in the best interest of the client. On a periodic basis, the proxy procedures may be updated to reflect any changes by Penn Mutual Asset Management.

Penn Mutual Asset Management has also retained an independent firm ("Service Provider") to assist in voting the securities for certain client accounts, as applicable. The Service Provider specializes in providing proxy advisory and voting services. These services include in-depth research, analysis, voting recommendations, as well as vote execution, reporting, auditing and consulting assistance for the handling of proxy voting responsibilities and corporate governance. Securities generally will be voted in accordance with the guidelines set forth by the Service Provider, except as set forth below with respect to proxies of affiliated mutual funds, and as Penn Mutual Asset Management may otherwise determine in the exercise of its fiduciary duty to its clients.

In addition, Penn Mutual Asset Management monitors the voting of securities that may present a conflict between the interests of a client and the interest of Penn Mutual Asset Management and its affiliates. Penn Mutual Asset Management is sensitized to the fact that any business or other relationship between Penn Mutual Asset Management (or any of its affiliates) and a company whose securities are to be voted could improperly influence a manager's determination to vote the securities differently than recommended by the Service Provider.

Except with respect to proxies of affiliated mutual funds, any potential conflict of interest identified by Penn Mutual Asset Management is immediately referred to the Chief Compliance Officer for immediate resolution. With respect to proxies of an affiliated fund, Penn Mutual Asset Management will vote such proxies in the same proportion as the vote of all other shareholders of the fund (i.e., "echo vote"), unless otherwise required by law.

Penn Mutual Asset Management, acting on its own behalf or acting through the Service Provider, will provide a copy of its proxy voting policies and procedures to its clients upon request. Clients may obtain information on how Penn Mutual Asset Management voted their securities by calling or e-mailing Penn Mutual Asset Management.

Item 7: Client Information Provided to Portfolio Managers

Penn Mutual Asset Management acts as the sole portfolio manager under the Wrap Fee Program and, as such, Penn Mutual Asset Management does not share client information with any other portfolio managers other than those directly associated with Penn Mutual Asset Management.



Item 8: Client Contact with Portfolio Managers

Penn Mutual Asset Management acts as the sole portfolio manager under the Wrap Fee Program and, as such, the clients of Penn Mutual Asset Management are permitted to contact Penn Mutual Asset Management, including any members of the portfolio management, including the Chief Investment Officer at any time with questions about their account.

Item 9: Additional Information

Disciplinary Information

Penn Mutual Asset Management has not been involved in any legal or disciplinary events that are material to a client's evaluation of its advisory business or integrity of its management. Any information about Penn Mutual Asset Management's regulatory and disciplinary information are also located in Part 1 of its Form ADV, available on the SEC's website at www.adviserinfo.sec.gov.

Other Financial Industry Activities and Affiliations

Affiliated Insurance Companies

Penn Mutual, the parent company of Penn Mutual Asset Management, has an affiliate services agreement with Penn Mutual Asset Management whereby Penn Mutual may provide Penn Mutual Asset Management with resources and facilities as Penn Mutual Asset Management determines to be reasonably necessary in the conduct of its business. Penn Mutual has established an investment management agreement with Penn Mutual Asset Management.

Penn Insurance and Annuity Company (PIA) is a direct subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management. PIA has established an investment management agreement with Penn Mutual Asset Management.

Penn Insurance and Annuity Company of New York (PIA of NY), a company domiciled in the state of New York, is a direct subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management. Penn Insurance and Annuity Company of New York has established an investment management agreement with Penn Mutual Asset Management.

PIA Reinsurance Company of Delaware I (PIA Re1) is an indirect subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management. PIA Re1 has established an investment management agreement with Penn Mutual Asset Management.

Vantis Life Insurance Company, a company domiciled in the state of Connecticut, is a direct subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management. Vantis Life Insurance Company has established an investment management agreement with Penn Mutual Asset Management.

Affiliated Funds

Penn Mutual Asset Management serves as investment adviser to each of the Funds of Penn Series Funds, Inc. ("Penn Series Funds"), a registered investment company. Penn Series Funds is comprised of assets of variable annuity contracts and variable life insurance policies issued by Penn Mutual. As investment adviser to Penn Series Funds, Penn Mutual Asset Management has retained independent sub-advisers (the "Sub-Advisers") to make the investment decisions for certain Penn Series Funds ("Funds"), subject to Penn Mutual Asset Management's oversight. Penn Mutual Asset Management has also

delegated brokerage discretion for these Funds to the Sub-Advisers, and, therefore, the Sub-Advisers have the discretionary authority to determine which broker-dealers will be used when purchasing and selling securities on behalf of these Funds.

Penn Mutual Asset Management serves as Investment Adviser to the Penn Mutual AM Strategic Income Fund and the Penn Mutual AM 1847 Income Fund, which are the series of The Advisors' Inner Circle Fund III distributed by SEI Investments Distribution Co. ("SIDCO"). Penn Mutual Asset Management has an interest in the Penn Mutual AM Strategic Income Fund and Penn Mutual AM 1847 Income Fund. SIDCO is not affiliated with Penn Mutual Asset Management.

Penn Mutual Asset Management serves as Managing Member and Investment Adviser to Penn Mutual Asset Management Capital Opportunities Fund Series (Prior to October 1, 2020, formerly Penn Mutual Asset Management Strategic Income Fund Series) consisting of the Penn Mutual Asset Management Multi-Series Fund (Master), LLC - Series A ("Master Fund") and Penn Mutual Asset Management Multi-Series Fund, LLC - Series A ("Feeder"), a private series consisting of a feeder fund. Penn Mutual Asset Management is the Managing Member and Investment Adviser and seeded the Feeder and thus have an indirect interest in the Master Fund. Penn Mutual Asset Management Capital Opportunities Fund Series is offered through Foreside Fund Services, LLC ("Foreside"), which is not affiliated with Penn Mutual Asset Management, LLC and its affiliates.

Penn Mutual Asset Management serves as Management Member and Investment Adviser to Penn Mutual Asset Management Credit Opportunities Series consisting of Penn Mutual Asset Management Multi-Series (Master), LLC - Series B ("Master Fund"); Penn Mutual Asset Management Multi-Series Fund, LLC - Series B ("US Feeder"); and Penn Mutual Asset Management Multi-Series Fund (Cayman), SPC - SP-B, a private series consisting of an onshore feeder fund and an offshore segregated portfolio ("Cayman Feeder"). Penn Mutual Asset Management is the Managing Member and Investment Adviser and seeded the US Feeder and thus has an indirect interest in the Master Fund. Penn Mutual Asset Management Credit Opportunities Series is offered through Foreside Fund Services, LLC ("Foreside"), which is not affiliated with Penn Mutual Asset Management, LLC and its affiliates.

All affiliated funds, with the exception of all Penn Series Funds, are offered through Foreside Fund Services, LLC ("Foreside"). Foreside is not affiliated with Penn Mutual Asset Management, LLC and its affiliates. Certain employees of Penn Mutual Asset Management are registered representatives of Foreside, including: Keith Huckerby, President & Chief Operating Officer; Yu Jin Kim, Compliance Manager; Christopher Fanelli, Managing Director of Business Development; Trevor Williams, Managing Director and Portfolio Manager.

Affiliated Broker Dealer

Janney Montgomery Scott, LLC is an indirect subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management.

Hornor, Townsend & Kent, LLC is a direct subsidiary of Penn Mutual and an affiliated entity of Penn Mutual Asset Management.

Conflicts of Interest

Certain officers, directors or employees of Penn Mutual Asset Management also serve as officers or directors or are employees of affiliated companies ("Shared Employees"). As a result, the businesses and interests of Penn Mutual Asset Management and its affiliates may give rise to potential conflicts of interest as between the business interests of Penn Mutual Asset Management and those of its affiliates. However, as none of the Shared Employees are involved in the management of Penn Mutual Asset Management's client portfolios or in the development of its investment strategies, the corporate structure of Penn Mutual Asset Management and its affiliates, including the fact that there are Shared Employees, poses no conflict of interests for clients of Penn Mutual Asset Management. In addition, Penn Mutual Asset Management has adopted

policies and procedures to ensure that any conflicts of interests with advisory clients that are discovered are disclosed and resolved fairly. PMAM Conflicts of Interest Committee is responsible for oversight of the business conduct of PMAM with respect to potential conflicts of interest.

Selection of Other Investment Advisers

Penn Mutual Asset Management may recommend sub-advisers to clients to manage client assets. Conflicts associated with such recommendations are mitigated by written agreements that are reviewed and approved by all clients.

Penn Mutual Asset Management performs due diligence on third party sub-adviser candidates before recommending them, including but not limited to, analysis of each sub-adviser's investment process and results, including the length of its track record, consideration of the assets under management, and interviews with members of the sub-adviser's senior management and investment teams and their Compliance, Risk and Operations personnel. The decision to continue to use a sub-adviser depends upon various factors which may include but not be limited to, performance record, management style, number and continuity of investment professionals, operational controls and processes and client servicing capabilities. Penn Mutual Asset Management's due diligence efforts surrounding sub-advisers are formalized in written procedures.

Commodity Trading Advisor ("CTA") and Commodity Pool Operator ("CPO")

Penn Mutual Asset Management is registered as a CTA and CPO with the U.S. Commodity Futures Trading Commission ("CFTC") and is a member of the National Futures Association. However, PMAM currently claims an exclusion from the definition of CPO pursuant to CFTC Regulation 4.5 with respect to each series of Penn Series Funds, Inc., a registered investment company. PMAM also operates the Penn Mutual Asset Management Multi-Series Fund (Master), LLC - Series A ("Master Fund"), Penn Mutual Asset Management Multi-Series Fund (Master), LLC - Series B, Penn Mutual Asset Management Multi-Series Fund, LLC - Series A ("Feeder"), Penn Mutual Asset Management Multi-Series Fund, LLC - Series B ("US Feeder"), and Penn Mutual Asset Management Multi-Series Fund (Cayman), SPC - SP-B ("Cayman Feeder") as a registered CPO. However, as investors in the US Feeder and Cayman Feeder are limited to qualified eligible persons, PMAM has filed a claim of exemption pursuant to CFTC Regulation 4.7, which exempts PMAM from certain disclosure, reporting, and recordkeeping requirements of Part 4 of the CFTC Regulations.

Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

Penn Mutual Asset Management has established a Code of Ethics (the "Code") to set forth rules of conduct for associates of Penn Mutual Asset Management and to assist such associates to make decisions in the best interests of our clients and in compliance with the requirements of Rule 204A-1 under the Investment Advisers Act of 1940 (the "Advisers Act").

The Code reflects the fiduciary obligation of Penn Mutual Asset Management and its associates to conduct their business and personal affairs in a manner that serves the interests of clients ahead of their own interests, avoids taking advantage of their fiduciary position for personal gain, and addresses actual or potential conflicts of interests. Accordingly, pursuant to Rule 204A-1 under the Advisers Act, the Code: (i) sets out standards of conduct expected of our associates; (ii) requires the reporting of personal securities transactions, including transactions in any fund managed by Penn Mutual Asset Management; and (iii) safeguards material nonpublic information about client transactions.

The Code requires Investment Person and Access Person to submit personal trading reports on a quarterly and an annual basis. Investment Person and Access Person are also subject to pre-clearance requirements for affiliated funds and investments listed on the restricted list. Investment Person and Access Person are prohibited from acquiring any securities as part of an initial public offering and Investment Person may not profit from "short-term" trading and market timing of mutual funds.



Penn Mutual Asset Management will provide a copy of the Code to any client or prospective client upon request.

Client Referrals and Other Compensation

Penn Mutual Asset Management may utilize the services of third-party solicitors, such as broker-dealers, other financial intermediaries, and other entities or individuals permitted by law (each, a “Third-Party Solicitor”), for client referrals pursuant to a written agreement with Penn Mutual Asset Management. Each such Third-Party Solicitor typically will be compensated based upon a percentage of the investment advisory fee actually received by Penn Mutual Asset Management from the referred advisory client and/or by a flat fee. Notwithstanding the foregoing, however, Penn Mutual Asset Management may at times enter into a referral agreement with a Third-Party Solicitor whereby the annual advisory fee paid by the client is higher than the customary advisory fee charged by Penn Mutual Asset Management by reason of the compensation paid to the Third-Party Solicitor. In such cases, Penn Mutual Asset Management will notify the referred client and obtain a written disclosure statement executed by the client which acknowledges the higher fee payment. All advisory clients referred by a Third-Party Solicitor will receive Form ADV Part 2A and 2B Brochures, and a separate written disclosure statement describing the Third-Party Solicitor’s referral arrangement with Penn Mutual Asset Management, including the compensation paid and any additional amounts that may be charged to the client’s advisory fee and the amount attributable to the referral arrangement.

Penn Mutual Asset Management may also enter into written agreements with individuals whom are registered representatives of or associated with affiliates of Penn Mutual Asset Management.

Financial Information

Penn Mutual Asset Management has no financial condition that would impair our ability to meet any contractual commitments to our clients.

Item 10: Requirements for State-Registered Advisers

Not Applicable.