

# Eaton Vance Tax-Advantaged Bond Strategies

## A Word on the Markets

The second quarter of 2019 built upon the favorable trends of the first three months of the year with U.S. equity and fixed income markets marching higher. Ongoing trade tensions with China and signals from the Federal Reserve that short-term interest rates could decrease as soon as July drove U.S. treasury yields and municipal yields sharply lower. The U.S. municipal bond market experienced three consecutive months of positive performance with the Bloomberg Barclays Municipal Bond Index<sup>1</sup> returning 2.14% in total over the period. Lower quality municipal bonds generally outperformed during the quarter with the Bloomberg Barclays High Yield Municipal Index returning 2.73%. Municipal bond yields decreased anywhere between 24 and 32 basis points depending on curve position primarily due to strong retail demand, concerns of slowing global growth and an apparent willingness by the Federal Reserve to decrease interest rates if needed.

Municipal bond mutual fund flows were sharply positive over the quarter. According to the Investment Company Institute (ICI) as of June 19, inflows into municipal bond funds totaled \$18.4 billion during the quarter continuing the strong demand witnessed over the first quarter. Year to date, ICI is reporting approximately \$44.4 billion of total inflows. Total municipal bond issuance totaled \$90 billion over the quarter, bringing year-to-date issuance to \$166 billion. Year-to-date net municipal issuance is approximately -\$9 billion.

Over the second quarter, municipal yields rallied as 2-year, 5-year, 10-year and 30-year yields decreased by 24, 26, 23 and 29 basis points respectively. U.S. Treasury (UST) yields declined more dramatically than municipals. 2-year, 5-year, 10-year and 30-year UST yields declined by 52, 48, 40 and 28 basis points respectively over the three-month period. Muni-to-treasury ratios increased (cheapened) in the 2-year, 5-year, 10-year segments and declined (richened) 30-year maturity segment. The municipal curve remains steeper than the Treasury curve with 106 basis points between the 30-year and 2-year yields compared to only 76 basis points for the UST curve.

Lower quality municipal bonds outperformed investment grade municipals in the second quarter. The Bloomberg Barclays High Yield Municipal Bond Index returned 2.73% while the AAA-rated<sup>2</sup> Municipal Bond sub-index returned 1.83%. Continuing the strong performance trend from last year, the Puerto Rico High Yield Municipal Bond Index returned 3.06% in the second quarter.

<sup>1</sup>Bloomberg Barclays Municipal Bond Index is an unmanaged index of municipal bonds traded in the U.S. Bloomberg Barclays Managed-Money Municipal Bond Index (1-7 years) is a rules-based, market-value-weighted, tax-exempt bond market index that measures the 1-7 year duration component of Bloomberg Barclays Managed-Money Municipal Bond Index. Bloomberg Barclays Managed-Money Municipal Bond Index (7-12 Years) is a rules-based, market-value-weighted, tax-exempt bond market index that measures the 7-12 year duration component of Bloomberg Barclays Managed-Money Municipal Bond Index. Bloomberg Barclays Managed-Money Municipal Bond Index (12-22 years) is a rules-based, market-value-weighted, tax-exempt bond market index that measures the 12-22 year duration component of Bloomberg Barclays Managed-Money Municipal Bond Index. Unless otherwise stated, index returns do not reflect the effect of any applicable sales charges, commissions, expenses, taxes or leverage, as applicable. It is not possible to invest directly in an index. Historical performance of the index illustrates market trends and does not represent the past or future performance of the strategy.

<sup>2</sup>Ratings are based on Moody's, S&P or Fitch, as applicable. If securities are rated differently by the rating agencies, the highest rating is applied. Ratings, which are subject to change, apply to the creditworthiness of the issuers of the underlying securities and not to the strategy. Credit ratings measure the quality of a bond based on the issuer's creditworthiness, with ratings ranging from AAA, being the highest, to D, being the lowest based on S&P's measures. Ratings of BBB or higher by S&P's or Fitch (Baa or higher by Moody's) are considered to be investment grade quality. Credit ratings are based largely on the rating agency's analysis at the time of rating. The rating assigned to any particular security is not necessarily a reflection of the issuer's current financial condition and does not necessarily reflect its assessment of the volatility of a security's market value or of the liquidity of an investment in the security. Holdings designated as "Not Rated" are not rated by the national rating agencies stated above.

## Tax-Advantaged Bond Strategies Limited Maturity Composite Performance

During the quarter, the TABS Limited-Maturity Composite (the Composite) underperformed its benchmark, the Bloomberg Barclays Managed-Money Municipal Bond Index (1-7 years) (the Index). The primary contributor to performance was municipal bond security selection as the bonds in the Composite outperformed similar bonds in the Index. The primary detractor from relative performance was the Composite's credit quality positioning. The Composite maintained a higher allocation to AAA-rated bonds relative to AA-bonds. Over the period, AA-rated outperformed AAA-municipals. Additionally, the Composite's duration profile detracted from relative performance. The Composite maintained a duration that was shorter than the Index, which detracted during a period of falling interest rates.

## Tax-Advantaged Bond Strategies Intermediate Maturity Composite Performance

During the quarter, the TABS Intermediate-Maturity Composite (the Composite) outperformed its benchmark, the Bloomberg Barclays Managed-Money Municipal Bond Index (7-12 years) (the Index). The primary driver of performance relative to the Index was municipal bond security selection. The bonds selected for the Composite outperformed similar bonds in the Index. Additionally the Composite's yield curve positioning aided performance. The Composite was overweight 12-year maturities relative to the Index and as yields declined over the quarter, the Composite's relative performance benefitted. The primary detractor from relative performance was the Composite's credit quality positioning. The Composite maintained a higher allocation to AAA-rated bonds relative to AA-bonds. Over the period, AA-rated outperformed AAA-municipals.

## Tax-Advantaged Bond Strategies Long Maturity Composite Performance

During the quarter, Tax-Advantaged Bond Strategies Long-Maturity Composite (the Composite) outperformed its benchmark, the Bloomberg Barclays Managed-Money Municipal Bond Index (12-22 years) (the Index). The primary contributor to the Composite's relative performance was security selection. The bonds selected in the Composite outperformed similar maturity bonds in the Index. Additionally the Composite's duration positioning aided relative performance. The Composite was slightly longer duration than the Index, and as interest rates declined this positioning supported relative performance. The primary detractor from relative performance was the Composite's credit quality positioning. The Composite maintained a higher allocation to AAA-rated bonds relative to AA bonds. Over the period, AA-rated outperformed AAA-municipals.

## Current Outlook

U.S. interest rate volatility is likely to persist with markets digesting changing global growth projections, ongoing international trade negotiations and a new apparent willingness to decrease short-term rates from the Federal Reserve. For municipals specifically, investors may be cautious due to the strong rally experienced so far this year however, we see strong retail demand and a favorable technical backdrop as potential tailwinds for the asset class.

If new issue supply in the second half of the year is higher than the first six months, strong seasonal reinvestment and retail demand factors should be more than enough to absorb an increasingly active primary market.

Muni-to-treasury ratios have moved closer to historical norms on the front end of curve, however if the Federal Reserve decreases short-term interest rates it may be difficult for municipals to keep pace on a nominal performance basis as witnessed from the second half of May to the end of June. The Fed Futures market is now pricing in a 100% probability of a Fed Funds decrease in July and a potential for additional rate decreases before the end of the year. Investors may consider extending duration particularly if economic growth and inflation underwhelm in the remainder of 2019.

Despite ongoing credit challenges for some high-profile issuers, municipal credit is stable overall. With credit spreads at historically tight levels, we believe discipline and seasoned professional oversight are essential.

From an overall portfolio perspective, municipals offer tax-exempt yield with lower risk, given the lack of correlation to other asset classes. With equity indices near all-time highs, we remind investors of the important role municipals can play in a diversified portfolio.

The views expressed in this report are those of James Evans and are current only through the date stated at the top of this page and are not intended as investment advice or a recommendation to purchase or sell specific securities. These opinions may change at any time without notice, and there is no assurance that any securities discussed herein will remain in an account at the time you receive this report. While every effort has been made to verify the information contained herein, we make no representations as to its accuracy. It should not be assumed that any of the securities or transactions listed were or will be profitable. Actual portfolio holdings will vary for each client, and there is no guarantee that a particular client's account will hold any or all of the securities mentioned. It is not possible to invest directly in an Index.

This Commentary may contain statements that are not historical facts, referred to as forward-looking statements. Future results may differ significantly from those stated in forward-looking statements, depending on factors such as changes in securities or financial markets or general economic conditions.

*Past performance does not predict future results. Any performance cited in this Commentary is supplemental to the GIPS® presentation for that Composite which is included later in this Commentary. Please refer to this for important additional performance information.*

*This commentary was written based on gross-of-fees performance versus the corresponding index. If fees are included, results would be different.*

**Composite Report** Tax-Advantaged Limited-Maturity SMA Composite as of 12/31/2018

Period	Gross returns	Net Returns	Benchmark returns	Number of accounts	Dispersion		Total composite assets \$(000)	Total firm assets \$(000)	Composite assets as % of firm assets	3-yr external dispersion		
					High	Low				Composite	Benchmark	%SMA
2009	5.72	4.16	6.12	1815	7.79	4.33	3,161,456	129,168,540	2.45			100.00
2010	3.50	1.97	2.79	2490	4.78	2.15	3,915,264	150,907,196	2.59			100.00
2011	6.61	5.04	5.96	2701	7.67	4.34	4,249,001	142,155,060	2.99	3.11	3.07	100.00
2012	2.09	0.58	2.20	2619	4.73	0.98	3,956,237	152,207,484	2.60	2.41	2.19	100.00
2013	0.27	-1.21	0.53	2140	2.75	-2.35	3,153,872	172,036,715	1.83	2.34	2.09	100.00
2014	2.50	0.98	2.36	1874	5.53	-0.96	2,749,694	164,420,664	1.67	1.96	1.83	100.00
2015	2.02	0.51	2.10	1639	3.77	0.41	2,306,667	156,199,594	1.48	1.93	1.83	100.00
2016	0.01	-1.47	-0.45	1547	1.98	-2.37	2,054,597	166,832,375	1.23	2.11	2.17	100.00
2017	2.53	1.02	2.41	1487	4.75	1.37	1,966,238	193,976,437	1.01	2.22	2.36	100.00
2018	1.55	0.05	1.57	1313	2.10	-0.36	1,675,530	192,823,274	0.87	2.26	2.36	100.00

**Annualized Returns for Periods Ending 12/31/2018**

	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception**
Composite Gross	1.55	1.55	1.36	1.71	1.56	2.66	4.75
Composite Net	0.05	0.05	-0.14	0.21	0.06	1.14	3.21
Benchmark	1.57	1.57	1.17	1.59	1.53	2.54	4.08

\*\*Inception Date: 01/01/1993

Eaton Vance Management (the Firm) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. The Firm has been independently verified for the period January 1, 1996 through June 30, 2018. A copy of the verification report is available upon request. Verification assesses whether (1) the Firm has complied with all composite construction requirements of the GIPS® standards on a firm-wide basis and (2) the Firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS® standards. Verification does not ensure the accuracy of any specific composite presentation.

**Eaton Vance Management Tax-Advantaged Bond Limited-Maturity SMA Composite (SMA 31)****Notes to Schedule**

**Composite Definition:** The investment objective of this style is to seek maximum, after-tax total return, consistent with preserving capital. Accounts in this style seek the objective by taking advantage of the inefficiencies between high-quality municipal bonds and, on occasion, between tax-exempt bonds and U.S. Government bonds. Accounts are managed with an average duration target of 4.0 years, +/- 1 year and a maturity emphasis of 3 to 7 years. All fully discretionary, wrap-fee paying, sub-advisory and program-sponsored advisory accounts are eligible for inclusion in the Composite. New accounts to the Composite are included at the beginning of the first full month that occurs after a minimum thirty-day period under investment management, and closed accounts are included through the last full month under management. No selective periods of performance have been used. Prior to January 1, 2009, each wrap sponsor is viewed as a single account.

**Benchmark:** Through December 31, 2008, the composite's benchmark is ICE BofAML 3-7 Year Municipal Bond Index. From January 1, 2009, the benchmark is Bloomberg Barclays Managed-Money Municipal Bond Index (1-7 years). It is an unmanaged index of municipal bonds traded in the U.S. with maturities ranging from 1-7 years. The benchmark's minimum AA rating matches the credit guidelines used for the accounts, and its duration and range of maturities most closely resemble the structure of the accounts in the Composite.

**Gross and Net Returns:** Composite gross returns are presented as supplemental information and do not include any fees, expenses or transaction costs. All fees for accounts in this composite are available from the managed account sponsor's form ADV Part II.

Composite net returns are after the maximum managed-account fee of 1.50%. This fee may include any combination of management, transaction, custody and other administrative fees.

**Notes to Composite:** The creation date of this composite is January 1, 2009, and the inception date is January 1993. Performance results prior to March 2006 are those of 'Tax-Advantaged Bond Strategies, L.L.C.: Municipal Bond 3.5-4.5 Year Duration Composite'. Effective January 1, 2009, the Composite name changed from 'Limited-Maturity Municipal Bond (Single Contract Wrap) Composite'. There was no change in investment objective or style. Performance returns presented prior to January 1, 2009 occurred while the management team was affiliated with a prior firm and do not represent actual EVM assets. The manager and team continue to be solely responsible for the research and selection of securities. Prior to January 1, 2009, a new account was included in the Composite at the beginning of the first full month that occurred after a minimum fourteen-day period under investment management. Clients or prospective clients should not assume that they will have an investment experience similar to that indicated by past performance results, as shown on the Schedule.

**Composite Report** Tax-Advantaged Intermediate-Maturity SMA Composite as of 12/31/2018

Period	Gross returns	Net Returns	Benchmark returns	Number of accounts	Dispersion		Total composite assets \$(000)	Total firm assets \$(000)	Composite assets as % of firm assets	3-yr external dispersion		
					High	Low				Composite	Benchmark	%SMA
2009	9.50	7.90	8.44	≤ 5	NA	NA	590,946	129,168,540	0.46			0.00
2010	4.84	3.30	3.60	≤ 5	NA	NA	2,285	150,907,196	0.00			100.00
2011	12.45	10.80	13.36	297	13.37	10.83	456,561	142,155,060	0.32	4.92	5.96	100.00
2012	4.18	2.64	5.07	944	5.87	3.02	1,200,970	152,207,484	0.79	4.31	4.82	100.00
2013	-2.89	-4.34	-2.93	1186	-0.77	-5.91	1,314,556	172,036,715	0.76	4.82	5.04	100.00
2014	7.36	5.78	8.88	1139	8.69	3.63	1,375,967	164,420,664	0.84	4.23	4.38	100.00
2015	4.04	2.51	4.19	1333	5.45	0.48	1,615,259	156,199,594	1.03	3.98	4.21	100.00
2016	-0.01	-1.49	-0.40	1682	2.78	-3.54	1,732,877	166,832,375	1.04	4.23	4.42	100.00
2017	5.34	3.79	5.71	1879	8.94	2.48	1,972,228	193,976,437	1.02	4.22	4.40	100.00
2018	0.98	-0.51	1.06	1779	1.97	-0.58	1,821,311	192,823,274	0.94	4.28	4.35	100.00

**Annualized Returns for Periods Ending 12/31/2018**

	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception**
Composite Gross	0.98	0.98	2.08	3.51	2.66	4.49	4.46
Composite Net	-0.51	-0.51	0.57	1.98	1.15	2.95	2.92
Benchmark	1.06	1.06	2.09	3.83	3.02	4.60	4.17

\*\*Inception Date: 06/01/2005

Eaton Vance Management (the Firm) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. The Firm has been independently verified for the period January 1, 1996 through June 30, 2018. A copy of the verification report is available upon request. Verification assesses whether (1) the Firm has complied with all composite construction requirements of the GIPS® standards on a firm-wide basis and (2) the Firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS® standards. Verification does not ensure the accuracy of any specific composite presentation.

**Eaton Vance Management Tax-Advantaged Bond Intermediate-Maturity SMA Composite (SMA 39)****Notes to Schedule**

**Composite Definition:** The investment objective of this style is to seek maximum, after-tax total return, consistent with preserving capital. Accounts in this style seek the objective by taking advantage of the inefficiencies between high-quality municipal bonds and, on occasion, between tax-exempt bonds and U.S. Government bonds. Accounts are managed with a duration target of 5.75 to 6.5 years and a maturity emphasis of 6 to 20 years. All fully discretionary, wrap-fee paying, sub-advisory and program-sponsored advisory accounts are eligible for inclusion in the Composite. New accounts to the Composite are included at the beginning of the first full month that occurs after a minimum thirty-day period under investment management, and closed accounts are included through the last full month under management. No selective periods of performance have been used.

**Benchmark:** From January 1, 2009, the Composite's benchmark is Bloomberg Barclays Managed-Money Municipal Bond Index (7-12 Years). It is an unmanaged index of rules-based, market-value-weighted, tax-exempt bond market index that measures the 7-12 year duration component of Barclays Managed-Money Municipal Bond Index. From inception through December 31, 2008, the Composite's benchmark is an equal blend of Bloomberg Barclays: 7-Year, 10-Year and 15-Year Municipal Bond Indexes.

**Gross and Net Returns:** Composite gross returns are presented as supplemental information and do not include any fees, expenses or transaction costs. All fees for accounts in this composite are available from the managed account sponsor's form ADV Part II.

Composite net returns are after the maximum managed-account fee of 1.50%. This fee may include any combination of management, transaction, custody and other administrative fees.

**Notes to Composite:** The creation date of this composite is April 2010, and the inception date is June 2005. Performance through March 2010 is that of the Company's separate-account composite, 'Tax-Advantaged Bond 5.75 to 6.5 year Intermediate-Duration Composite'. Clients or prospective clients should not assume that they will have an investment experience similar to that indicated by past performance results, as shown on the Schedule.

**Composite Report** Tax-Advantaged Bond Long-Maturity SMA Composite as of 12/31/2018

Period	Gross returns	Net Returns	Benchmark returns	Number of accounts	Dispersion		Total composite assets \$(000)	Total firm assets \$(000)	Composite assets as % of firm assets	3-yr external dispersion		
					High	Low				Composite	Benchmark	%SMA
2009	12.90	11.24	14.05	320	14.64	10.42	504,167	129,168,540	0.39			100.00
2010	0.73	-0.76	0.69	464	2.97	-1.74	649,854	150,907,196	0.43			100.00
2011	14.84	13.16	14.27	428	16.68	11.44	670,117	142,155,060	0.47	5.78	5.89	100.00
2012	8.67	7.07	9.39	582	11.52	4.42	817,732	152,207,484	0.54	5.66	5.61	100.00
2013	-4.28	-5.70	-4.70	475	-2.59	-7.88	587,377	172,036,715	0.34	6.22	6.17	100.00
2014	12.20	10.55	13.50	390	14.02	9.23	540,482	164,420,664	0.33	5.93	5.87	100.00
2015	4.81	3.26	4.38	339	6.65	2.22	480,895	156,199,594	0.31	5.10	5.24	100.00
2016	0.70	-0.79	0.29	349	3.85	-1.30	429,411	166,832,375	0.26	4.82	5.09	100.00
2017	6.84	5.27	7.42	329	8.30	5.54	383,682	193,976,437	0.20	4.62	4.88	100.00
2018	0.69	-0.80	0.79	336	2.00	-0.39	361,912	192,823,274	0.19	4.68	4.93	100.00

**Annualized Returns for Periods Ending 12/31/2018**

	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception**
Composite Gross	0.69	0.69	2.70	4.96	4.10	5.64	5.53
Composite Net	-0.80	-0.80	1.19	3.41	2.57	4.08	3.98
Benchmark	0.79	0.79	2.78	5.17	4.28	5.81	4.58

\*\*Inception Date: 02/01/2006

Eaton Vance Management (the Firm) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. The Firm has been independently verified for the period January 1, 1996 through June 30, 2018. A copy of the verification report is available upon request. Verification assesses whether (1) the Firm has complied with all composite construction requirements of the GIPS® standards on a firm-wide basis and (2) the Firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS® standards. Verification does not ensure the accuracy of any specific composite presentation.

**Eaton Vance Management Tax-Advantaged Bond Long-Maturity SMA Composite (SMA 32)****Notes to Schedule**

**Composite Definition:** The investment objective of this style is to seek maximum, after-tax total return, consistent with preserving capital. Accounts in this style seek the objective by taking advantage of the inefficiencies between high-quality municipal bonds and, on occasion, between tax-exempt bonds and U.S. Government bonds. Accounts are managed to a duration target is 6 to 9 years with a maturity emphasis of 7 to 22 years. All fully discretionary, wrapfee paying, sub-advisory and program-sponsored advisory accounts are eligible for inclusion in the Composite. New accounts to the Composite are included at the beginning of the first full month that occurs after a minimum thirty-day period under investment management, and closed accounts are included through the last full month under management. No selective periods of performance have been used. Prior to January 1, 2009, each wrap sponsor is viewed as a single account.

**Benchmark:** Through December 31, 2008, the Composite's benchmark is ICE BofAML 12-22 Year Municipal Bond Index. From January 1, 2009, the benchmark is Bloomberg Barclays Managed-Money Municipal Bond Index (12-22 years). It is an unmanaged index of municipal bonds traded in the U.S. with maturities ranging from 12-22 years. The benchmark's minimum AA rating matches the credit guidelines used for the accounts, and its duration and range of maturities most closely resemble the structure of the accounts in the Composite.

**Gross and Net Returns:** Composite gross returns are presented as supplemental information and do not include any fees, expenses or transaction costs. All fees for accounts in this composite are available from the managed account sponsor's form ADV Part II. Composite net returns are after the maximum managed-account fee of 1.50%. This fee may include any combination of management, transaction, custody and other administrative fees.

**Notes to Composite:** The creation date of this composite is January 1, 2009, and the inception date is February 2006. Performance results prior to November 2007 are those of the 'Tax-Advantaged Bond Strategies, L.L.C.: Long Broad Municipal Composite'. Effective January 1, 2009, the Composite name changed from Long Broad Municipal Bond (Single Contract Wrap) Composite. There was no change in investment objective or style. Performance returns presented prior to January 1, 2009, occurred while the management team was affiliated with a prior firm and do not represent actual EVM assets. The manager and team continue to be solely responsible for the research and selection of securities. Prior to January 1, 2009, a new account was included in the Composite at the beginning of the first full month that occurred after a minimum fourteen-day period under investment management. Clients or prospective clients should not assume that they will have an investment experience similar to that indicated by past performance results, as shown on the Schedule.

## Eaton Vance Management

### Notes to Schedule: Firm

**Organization:** Eaton Vance Management (EVM or the Company) is an SEC registered investment adviser with its headquarters located in Boston, Massachusetts. Since 1924, the Company has provided a full range of investment products to corporations, public agencies, labor unions, hospitals, charitable and educational organizations, individuals and various qualified investment plans. It supplies investment advisory services through several SEC registered investment advisers and a trust company - EVM, Boston Management and Research (BMR), Eaton Vance Investment Counsel (EVIC), Eaton Vance Trust Company (EVTC), Eaton Vance Management International Limited (EVMI) and Eaton Vance Advisers International Ltd (EVAIL). The Company is defined as all six entities operating under the Eaton Vance brand. Effective May 1, 2011, EVM's Real Estate Investment Group, a constituent of EVM, is operating as a separate division of EVM, and its assets are no longer represented in EVM's total assets under management.

**Performance Returns:** Unless otherwise stated, composite returns and market values are reported in U.S. dollars. All performance returns are presented as total returns, which include the reinvestment of all income and distributions. Returns for periods less than one year are not annualized. Information regarding policies for valuing portfolios, calculating performance and preparing compliant presentations is available upon request.

**Composite Dispersion:** Annual internal return dispersion is represented by the highest and lowest returns of all portfolios within a composite. Internal dispersion is shown only for composites that held at least six accounts for the full year. Internal dispersion is shown as not applicable, "N/A", for composites that held five or fewer accounts for the full year. External composite and benchmark dispersion are shown to demonstrate the variability of returns over time, and is represented by the three-year ex-post standard deviation of monthly returns. External composite and benchmark dispersion are shown as not applicable, "N/A", for composites with less than 3 years of monthly history, as of the most current quarter-end. External dispersion is not shown for composite inception through December 2010, as it is not required for periods prior to 2011.

**Other Matters:** A complete list of all composites maintained by EVM with descriptions and related performance results for each is available upon request. To receive a complete list and description of the Company's composites and/or a presentation that adheres to the GIPS®, contact the Performance Department at (800) 225-6265 ext. 26733 or write to Eaton Vance Management, Two International Place, Boston, MA 02110, Attention GIPS Performance Department, 3rd floor. The views expressed in this report are those of Eaton Vance Municipal Investment Team and are current only through March 31, 2019, and are not intended as investment advice or a recommendation to purchase or sell specific securities. These opinions may change at any time without notice, and there is no assurance that any securities discussed herein will remain in an account at the time you receive this report. While every effort has been made to verify the information contained herein, we make no representations as to its accuracy. It should not be assumed that any of the securities or transactions listed were or will be profitable. Actual portfolio holdings will vary for each client, and there is no guarantee that a particular client's account will hold any or all of the securities mentioned. Past performance does not predict future results. This Commentary may contain statements that are not historical facts, referred to as forward-looking statements. Future results may differ significantly from those stated in forward-looking statements, depending on factors such as changes in securities or financial markets or general economic conditions.

### About Eaton Vance

Eaton Vance provides advanced investment strategies and wealth management solutions to forward-thinking investors around the world. Through principal investment affiliates Eaton Vance Management, Parametric, Atlanta Capital, Hexavest and Calvert, the Company offers a diversity of investment approaches, encompassing bottom-up and top-down fundamental active management, responsible investing, systematic investing and customized implementation of client-specified portfolio exposures. Exemplary service, timely innovation and attractive returns across market cycles have been hallmarks of Eaton Vance since 1924. For more information, visit [eatonvance.com](http://eatonvance.com).

