

## Premium Models

Models managed by third parties and models managed by AEWM that include an upcharge.

### Key Features:

- Asset-based pricing
- Client cost = AEWM platform fee + Advisor's fee + 3<sup>rd</sup> Party Management Fee (*\*additional custodial fees may apply*)
- Includes model managers outside of the Sterling models (i.e., Federated, Astor, Milliman, etc.)

### Fee Addendum:

The example below is the best practice for identifying Premium Model accounts on the AEWM Fee Addendum:

Unless otherwise specified in the schedule below, the fee for all household accounts will be (REQ)  
1.5

### FOR ANY SPECIFIC MODEL/SLEEVE/ACCOUNT FEES, PLEASE DESIGNATE BELOW:

(example: models with an upcharge, Alternatives, reporting only accounts)

Regardless of whether wrap fee pricing was selected on the Client Agreement, accounts marked as transactional on the table below will be billed on a transactional basis (this means that brokerage commissions and/or transaction fees will be separately charged by the custodian per transaction and charged directly to Client by the custodian). Transactional pricing is set by the custodian and may be changed pursuant to the custodian's policies.

Account	Designation	IAR Fee + Platform Fee	Model Manager Fee	Total Advisory Fee	Transactional (yes or no)
	(ex.) Federated SVD	1.05	0.35	1.4	No

*NOTE: In this example, the fee of 1.4% represents the overall fee to the client. The advisor's payout would be less the 35 bps manager fee and the applicable AEWM platform fee.*

If the Premium Model is not specifically indicated on the fee addendum, AEWM will bill according to the overall household fee as indicated in blue above.

### Additional Information:

The Fee Addendum does not constitute trade instructions and will not drive the allocation or labeling of these sleeves. Advisors will need to submit cases through the AEWM platform or via a mass allocation spreadsheet to ensure accounts are set up according to the client's wishes.

AEWM will begin billing once the allocations have been made. All accounts are billed monthly in areas based on the average daily balance.

\*Additional fee's may include but are not limited to: Transaction (buys/sells) fees, transfer/re-registration fees, custody fees, pass-through (ADR) fees, and short-term trading fees.

### Billing Statement:

The example below represents how Premium Model accounts would reflect on the advisor's monthly billing statement:

Rep: Test Rep		Rep No: Sample		Broker/Dealer: Sample						
Billing Period: Sample										
Client Name	Mgmt Style	Custodian	Acct #	Billed Value	Days in Cycle	Fee Schedule	RIA	RIA Adj	RIA Total	
Test Client 4	Federated - SVD	Fidelity	656-xxxxxx_Federat	\$30,345.69	31/365	F140	\$10.31	\$0.00	\$10.31	
Test Client 4	Astor - Dynamic Allocation	Fidelity	656-xxxxxx_Astor	\$75,618.15	31/365	F140	\$32.11	\$0.00	\$32.11	
Test Client 4	Non-Allocated	Fidelity	656-xxxxxx_AW WA	\$5,627.32	31/365	Aggregation Only	\$0.00	\$0.00	\$0.00	
Client Total (Test Client 4):				\$111,591.16			\$42.42	\$0.00	\$42.42	