



## SUMMARY OF MATERIAL CHANGES TO FORM ADV PART 2A

You have received this notification because you are a client of Parametric Portfolio Associates LLC (Parametric), an investment adviser registered with the Securities and Exchange Commission (SEC). In accordance with Rule 204-3 under the Investment Advisers Act of 1940, Parametric is required to deliver to each client, on an annual basis, a free updated firm brochure or a summary of material changes that includes an offer to provide a copy of the updated firm brochure.

Form ADV Part 2A (the Brochure) provides information about the qualifications and business practices of Parametric. You may obtain a copy of Parametric's Brochure, free of charge, by contacting Parametric via e-mail at [ppa-compliance@parametricportfolio.com](mailto:ppa-compliance@parametricportfolio.com) or by telephone at 206 694 5500. A copy of the Brochure may be obtained by visiting the Parametric website: [www.parametricportfolio.com/disclosure](http://www.parametricportfolio.com/disclosure). The information in the Brochure has not been approved or verified by the SEC or by any state securities authority.

The Brochure, dated March 27, 2025, contains the following material changes and other updates from the previously annual amended Brochure dated March 28, 2024:

- In *Item 5 – Fees and Compensation*, fee schedules and account minimums were provided for new investment strategies offered by Parametric: Custom Active, Custom Extension SMA, Custom Extension SMA (High Leverage), and Dividend Growth.
- In *Item 8 – Methods of Analysis, Investment Strategies and Risk of Loss* Parametric added summaries of the following investment strategies: Custom Active, Custom Extension SMA, Custom Extension SMA (High Leverage), and Dividend Growth. *Item 8* was also updated to include Access Zero Equity Investment Solutions. Effective July 1, 2024, Parametric was delegated the responsibility for constructing and managing client portfolios per investment models furnished by Morgan Stanley Investment Management Inc., an affiliate of the firm.
- In *Item 8 – Methods of Analysis, Investment Strategies and Risk of Loss*, Parametric has made various updates to the material risk summaries. Parametric has added the following material risks: *Benchmark Reference Rate Risk, Investments in China Risk, Long/Short Risk, Passive Investment Risk, and Social Media Risk*. Parametric has expanded and enhanced disclosures summarizing *General Economic, Geopolitical and Market Risk, Artificial Intelligence Technology Risk, Model Portfolio Risk, Tax Risk, Tax-Managed Investment Risk and Tax Straddle Risk*.
- In *Item 17 – Voting Client Securities*, Parametric has made updates to reflect that in certain instances involving conflicts of interest between Parametric and an issuer, Parametric will “echo vote” proxy ballots. Echo voting is the process of voting shares proportionally based on how other shareholders vote their proxy ballots. Parametric has updated the phone number and email address by which clients can request proxy voting information. Clients may call 206 471 0080 or email [ppaproxyinfo@parametricportfolio.com](mailto:ppaproxyinfo@parametricportfolio.com).

You may obtain information about Parametric by visiting the Firm's website at [www.parametricportfolio.com](http://www.parametricportfolio.com). Additional information about Parametric (CRD# 114310) is also available on the SEC's Investment Adviser Public Disclosure system at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

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