



Kayne Anderson Rudnick
Investment Management

Small Cap Core Portfolio
Managed Accounts
Third Quarter 2021 Review

kayne.com

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Firm Overview

As of September 30, 2021



Kayne Anderson Rudnick
Investment Management

Profile

- Originally established to manage founder capital
- Over three decades of experience
- A differentiated “business analyst” investment approach focusing on high-quality businesses
- A disciplined and repeatable investment process that produces high-conviction portfolios
- A wholly owned, independent subsidiary of Virtus Investment Partners

At a Glance

Year Founded	1984
Headquarters	Los Angeles, CA
AUM	\$62.0 billion
Number of Equity Investment Professionals	17
Average Investment Experience	17 Years

Investment Philosophy

We believe that purchasing high-quality businesses with competitive protections at attractive valuations will achieve excess returns over a complete market cycle

Investment Objectives

- To achieve a return meaningfully above that of the Russell 2000® Index
- To achieve this return objective with a portfolio that exhibits lower overall risk characteristics



Competitive Protection

- Brand/Reputation
- Network Effect
- Scale/Cost Advantage
- Benchmarking Standard
- High Customer Switching Costs
- Barriers to Entry/Unique Asset
- Low Obsolescence Risk



Owner-Oriented Management

- Cultivates Competitive Advantage
- Rational Capital Allocation
- Considers Stakeholder Interests



HIGH QUALITY BUSINESS

- Protect and Grow Market Share
- High Economic Return on Capital
- Business Returns → Shareholder Returns

Summary of Key Differentiators

We Manage Risk and Generate Returns Differently



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	CLASSIC APPROACH*	KAR APPROACH
RISK	<p>stock portfolio 75</p> <p>1% to 2% positions</p> <p>9 years of negative returns since 1992</p> <p>No stock can help or hurt more than 2%</p>	<p>stock portfolio 20-40</p> <p>3% to 10% positions in high-quality companies</p> <ul style="list-style-type: none"> Minimal business risk Minimal balance sheet risk Minimal profit risk 3 years of negative returns since 1992[†]
RETURNS	<p>Average companies producing average returns on capital</p> <p>Buying cheap and selling dear required for above-average portfolio returns</p> <p>6 months average holding period</p> <p>High frictional costs due to RAPID trading</p> <p>Poor tax efficiency due to short holding periods</p>	<p>Exceptional companies producing exceptional returns on capital</p> <p>Buy at attractive price and let exceptional returns on capital drive exceptional growth and income over extended period of time</p> <p>36 to 60 months average holding period, but often longer</p> <p>Low frictional costs due to LESS trading</p> <p>Inherent tax efficiency</p>

* The Classic Approach is based upon competitors with 75 holdings or more. The observations are generalized and do not represent any specific competitor's investment approach.

[†] This information is presented gross of fees solely for illustrative purposes and for proper comparison to the noted index. The index is not actively managed and does not reflect a deduction of investment management or other fees and expenses. While the securities comprising an index are not identical to those in KAR's composite, KAR believes this comparison may be useful in evaluating performance. When gross of fees performance information is used or otherwise provided for our strategies, as it is here, it does not include the reduction in returns that occurs over time as a result of fees paid to your managed account program sponsor, which includes management fees that KAR also earns from that program sponsor, which compound over time. This material is deemed supplemental and you should refer to important net and gross of fees performance information found on the last page of this presentation.

Past performance is no guarantee of future results.

Small Cap Core Team

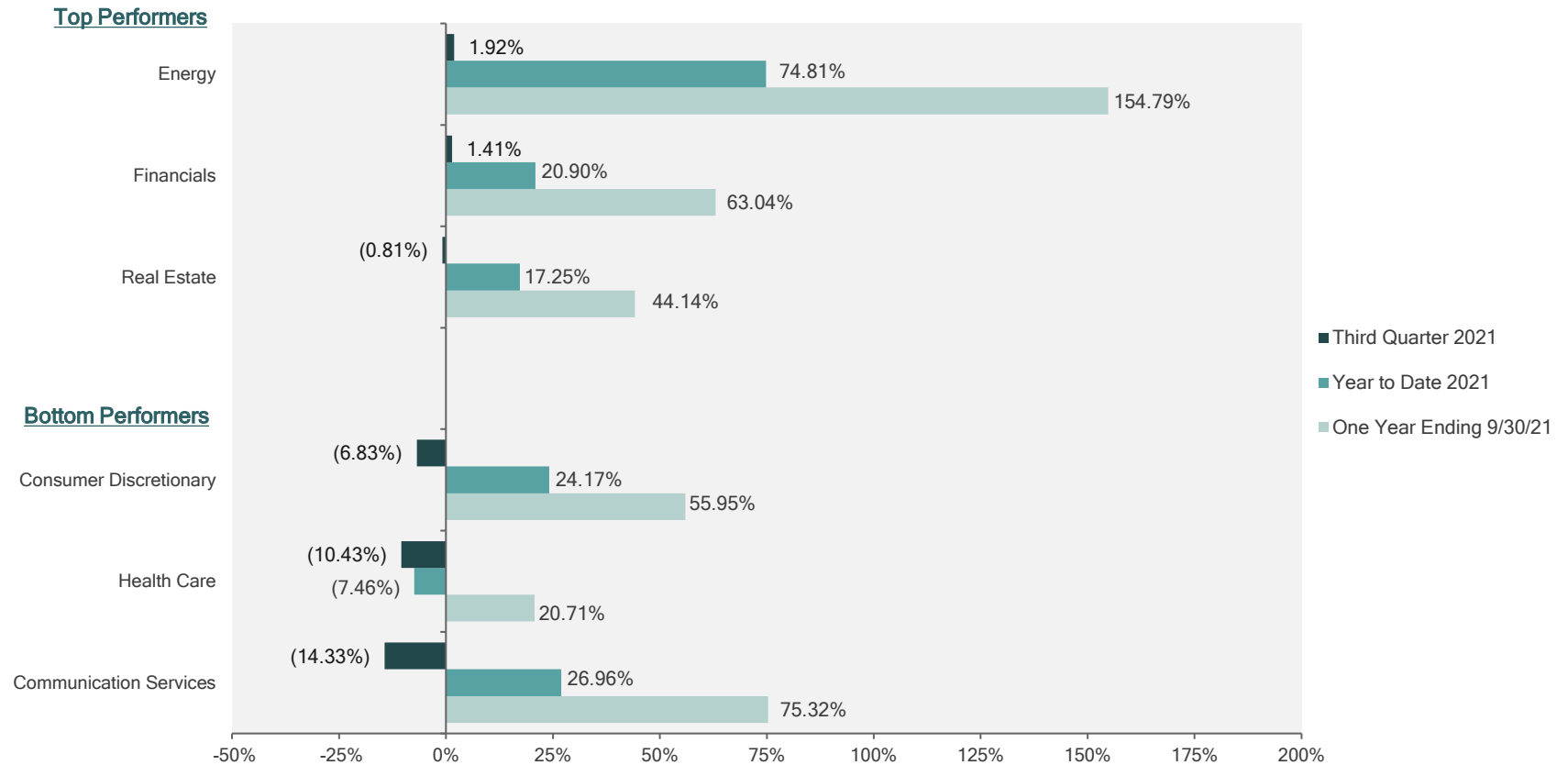


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Portfolio Manager/Analysts	Responsibility	Research Experience	Years with KAR
Douglas S. Foreman, CFA	Chief Investment Officer	35 Years	10 Years
Todd Beiley, CFA	Portfolio Manager and Senior Research Analyst Sector Coverage: Energy and Communication Services	22 Years	19 Years
Jon Christensen, CFA	Portfolio Manager and Senior Research Analyst Sector Coverage: Health Care	26 Years	20 Years
Julie Biel, CFA	Senior Research Analyst Sector Coverage: Information Technology	13 Years	8 Years
Julie Kutasov	Senior Research Analyst Sector Coverage: Materials and Industrials	20 Years	20 Years
Craig Stone	Senior Research Analyst Sector Coverage: Industrials	32 Years	21 Years
Chris Wright, CFA	Senior Research Analyst Sector Coverage: Financials and Real Estate	9 Years	9 Years
Sean Dixon	Research Analyst Sector Coverage: Consumer Discretionary and Industrials	12 Years	3 Years
Adam Xiao, CFA	Research Analyst Sector Coverage: Consumer Staples, Financials and Industrials	6 Years	3 Years
Jordan Greenhouse	Managing Director - Senior Client Portfolio Manager	24 Years [†]	5 Years
James B. May, CFA	Managing Director - Client Portfolio Manager	33 Years [†]	2 Years

[†]Represents years of industry experience.

Sector Performance
Russell 2000® Index



This material is deemed supplemental and complements the performance and disclosure at the end of this presentation.

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Market Review

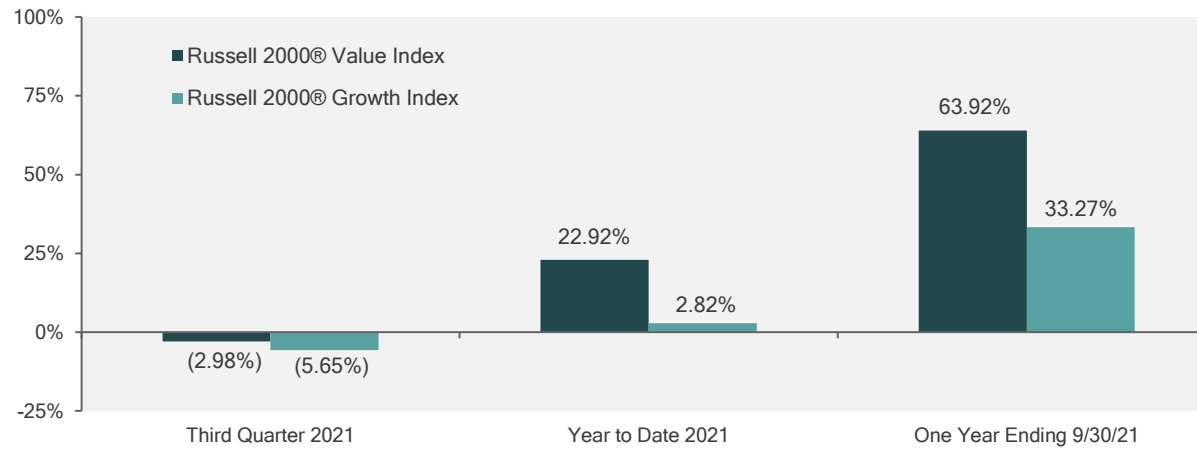
Performance by Style and Quality



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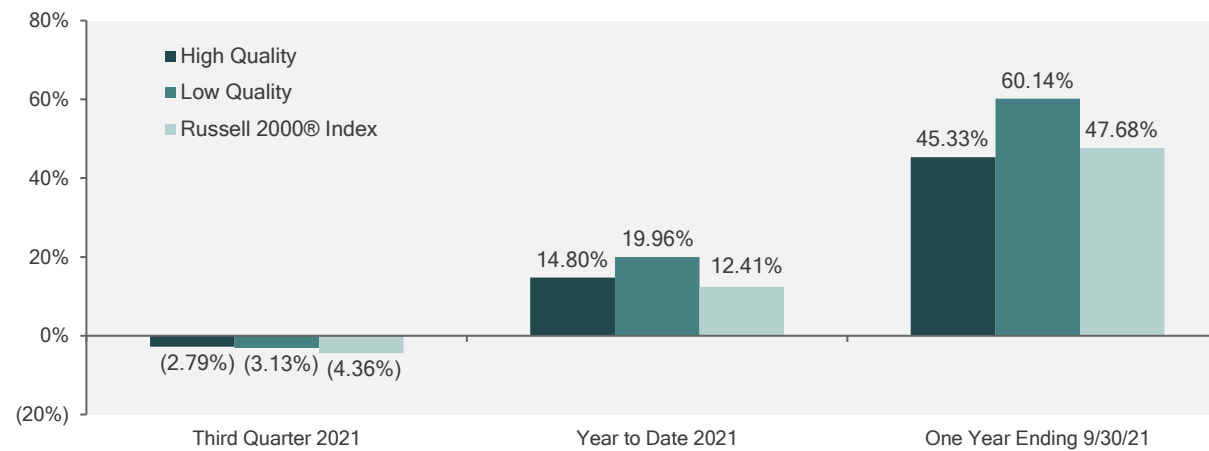
Performance by Style

Russell 2000® Value Index vs. Russell 2000® Growth Index



Performance by Quality

Russell 2000® Index



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High Quality is defined as all stocks with an S&P Quality Ranking of B+ and above. Low Quality is defined as all stocks with an S&P Quality Ranking of B and below.

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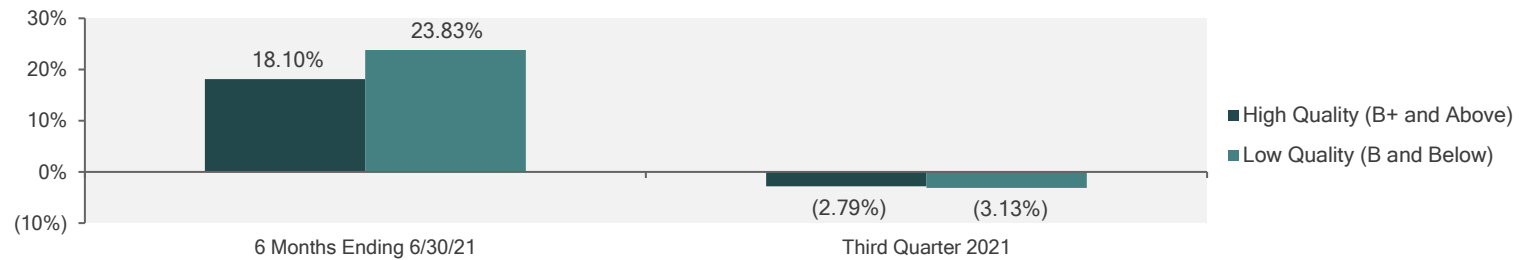
Market Review

Performance by Quality

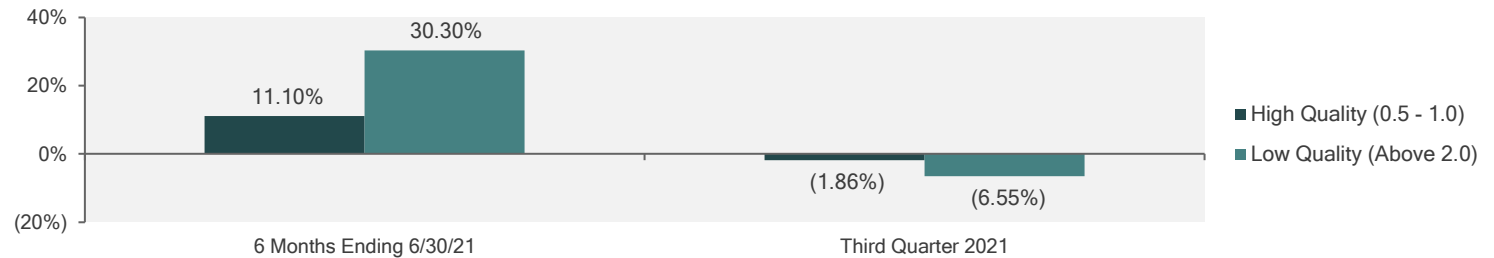


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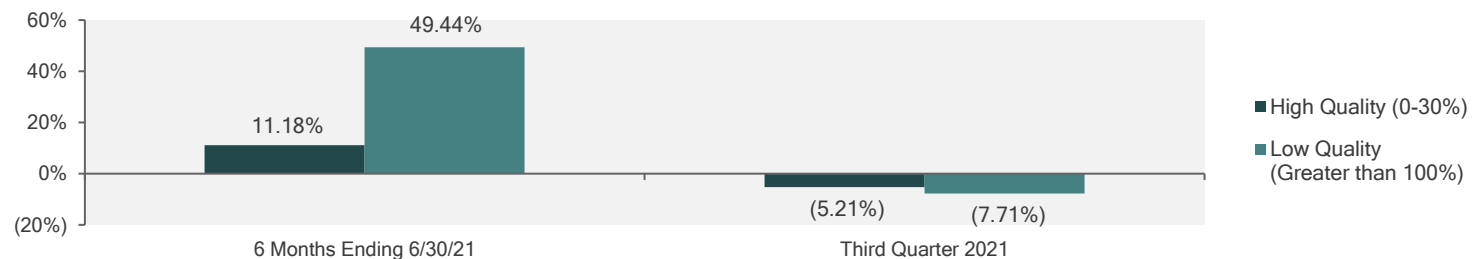
Performance by S&P Quality Ranking Russell 2000® Index



Performance by Beta Russell 2000® Index



Performance by Debt/Capital Ratio Russell 2000® Index



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Quarterly Performance Overview

Small Cap Core Portfolio

Periods Ending September 30, 2021



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Monthly, Quarterly and Year to Date Performance

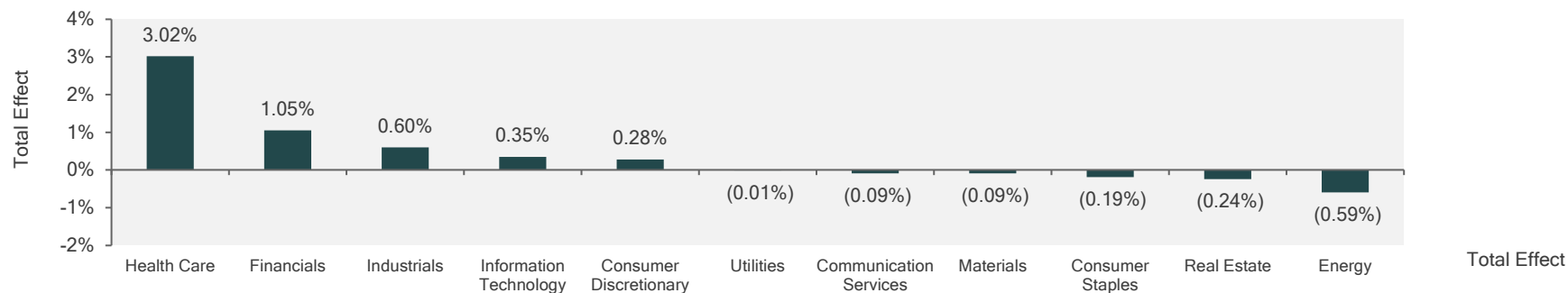
	Gross (%)	Net (%)	Index (%)	Excess Returns - Net (bps)
July	1.82	1.57	(3.61)	518
August	1.18	0.93	2.24	(130)
September	(3.66)	(3.91)	(2.95)	(97)
Third Quarter	(0.75)	(1.50)	(4.36)	286
Year to Date	8.79	6.39	12.41	(603)

Contributors

Highest	Contribution
Watts Water Technologies	+0.59%
FactSet Research Systems	+0.53%
Moelis & Co.	+0.32%
Manhattan Associates	+0.29%
RBC Bearings	+0.23%
Lowest	Contribution
Autohome	(1.02%)
Toro	(0.51%)
Aspen Technology	(0.42%)
Dril-Quip	(0.37%)
Graco	(0.34%)

Attribution by Sector

Quarter Ending September 30, 2021



	Health Care	Financials	Industrials	Information Technology	Consumer Discretionary	Utilities	Communication Services	Materials	Consumer Staples	Real Estate	Energy	Total Effect
Russell 2000® Index Returns	(10.43%)	1.41%	(2.03%)	(1.80%)	(6.83%)	(3.62%)	(14.33%)	(5.72%)	(5.25%)	(0.81%)	1.92%	(4.36%)
KAR Returns (Gross)	31.15%	4.79%	(1.95%)	0.07%	(5.15%)	0.00%	(9.80%)	(15.01%)	(14.43%)	0.00%	(25.57%)	(0.75%)
KAR Selection Effect	2.03%	0.68%	0.02%	0.26%	0.08%	0.00%	0.37%	(0.13%)	(0.21%)	0.00%	(0.34%)	2.77%
KAR Allocation Effect	0.99%	0.37%	0.58%	0.09%	0.19%	(0.01%)	(0.46%)	0.05%	0.02%	(0.24%)	(0.25%)	1.32%

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*The attribution data provided herein is based upon a buy and hold methodology for a representative portfolio. Returns for the Kayne Anderson Rudnick composite are preliminary. All periods less than one year are total returns and are not annualized. For further details on the composite, please see the disclosure statement in this presentation. Data is obtained from FactSet Research Systems and is assumed to be reliable. Numbers may not always add up due to rounding. **Past performance is no guarantee of future results.***

Annual Performance Overview

Small Cap Core Portfolio

Periods Ending September 30, 2021



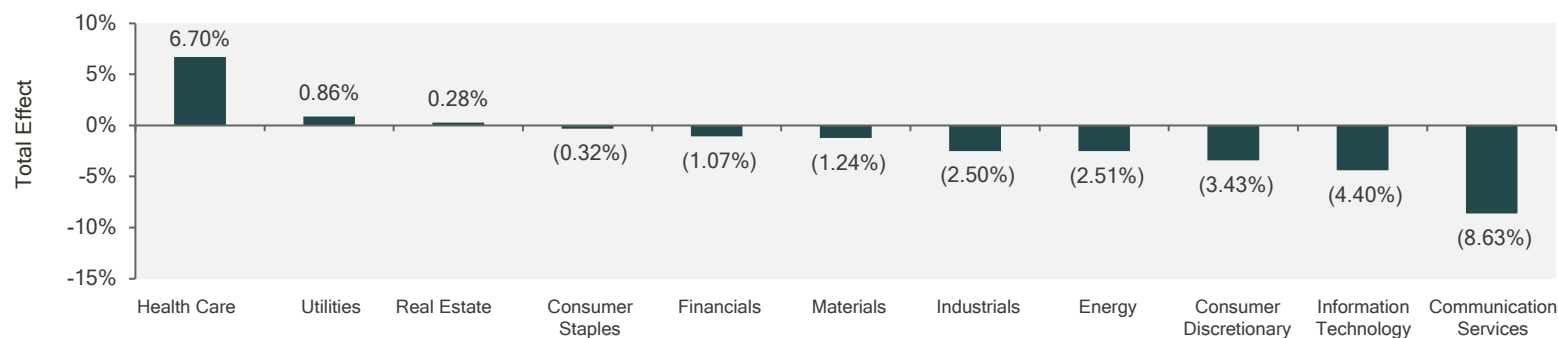
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Quarterly and Annual Performance

	Gross (%)	Net (%)	Index (%)	Excess Returns - Net (bps)
Fourth Quarter 2020	15.91	15.09	31.37	(1,629)
First Quarter 2021	6.15	5.38	12.70	(732)
Second Quarter 2021	3.26	2.49	4.29	(180)
Third Quarter 2021	(0.75)	(1.50)	(4.36)	286
1 Year Ending 9/30/21	26.10	22.43	47.68	(2,524)

Attribution by Sector

One Year Ending September 30, 2021



	Health Care	Utilities	Real Estate	Consumer Staples	Financials	Materials	Industrials	Energy	Consumer Discretionary	Information Technology	Communication Services	Total Effect
Russell 2000® Index Returns	20.71%	18.86%	44.14%	37.35%	63.04%	64.57%	50.65%	154.79%	55.95%	50.60%	75.32%	47.68%
KAR Returns (Gross)	76.99%	0.00%	0.00%	17.60%	53.01%	6.62%	35.95%	1.70%	26.54%	29.60%	(20.07%)	26.10%
KAR Selection Effect	2.55%	0.00%	0.00%	(0.43%)	(1.97%)	(0.85%)	(3.10%)	(1.64%)	(2.55%)	(4.31%)	(10.96%)	(23.27%)
KAR Allocation Effect	4.15%	0.86%	0.28%	0.11%	0.89%	(0.38%)	0.60%	(0.87%)	(0.88%)	(0.09%)	2.34%	7.01%

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Highest Contributors

Small Cap Core Portfolio

One Year Ending September 30, 2021



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Security	Contribution	Comments
First Hawaiian	+3.99%	We believe First Hawaiian is well-run and operates in an attractive market with less competition compared to what you see on the mainland. The company's shares have now fully recovered from the sharp sell off at the end of Q1 2020 due to COVID-19. First Hawaiian's credit quality held up well over the past year and financial results each quarter show increasing economic activity in Hawaii. These positive data points and the continued strong competitive position of the bank helped to move shares higher over the past twelve months.
Teledyne Technologies	+2.66%	Teledyne's high-technology products for industrial applications are based on extensive engineering and sold into highly regulated markets. Over the trailing twelve months, Teledyne has continued to demonstrate the high-quality nature of its products and the operational acumen of the company's management team as the company continues to drive margin improvements across the business. Additionally, Teledyne completed the purchase of an imaging technology company and the ongoing integration into Teledyne has resulted in additional synergies.
EMCOR Group	+2.48%	Over the trailing twelve months in the face of pandemic headwinds, EMCOR managed to grow its operating profit through gross profit improvement and overhead expense management. The company continues to find resilient pockets of demand in areas such as data center buildout, ecommerce supply chain, water management and other niches.
Moelis & Co.	+2.27%	Shares of Moelis have increased over the past twelve months as M&A activity bounced back from the COVID-induced slowdown last year. This positive industry backdrop helped Moelis increase its profits over the last twelve months. While deal activity may moderate in the near-term following the breakneck pace of the past year, we believe the company will continue to consolidate its position as one of the preeminent independent advisory firms on Wall Street.
Watts Water Technologies	+2.15%	Watts Water designs, manufacturers and markets a portfolio of branded plumbing products and systems to wholesale distributors OEMs, and DIY chains globally. Recently, Watts Water has benefitted from the ongoing repair and replacement cycle brought on due to the freeze in the Southern United States. Also, increased volumes and additional cost actions have improved the company's profitability.

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Lowest Contributors

Small Cap Core Portfolio

One Year Ending September 30, 2021



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Security	Contribution	Comments
Autohome	(2.00%)	Autohome's shares slid in the quarter due to heightened regulatory scrutiny by the Chinese government over technology businesses, weakening new car sales owing to semiconductor shortages, management turnover and intensifying competitive pressure.
Aspen Technology	0.00%	Aspen Technology's business had been negatively impacted by softer commodity prices and customer demand softened due to COVID-19. Given the long capital cycles in the company's end markets, it will take time for more robust demand to resume.
Clearwater Analytics Holdings	0.01%	Clearwater engages in the provision of web-based investment portfolio accounting, reporting and reconciliation services. Its products include automated data aggregation and validation, investment accounting, integrated reporting tools, a user-friendly solution and business-specific tools. We think the company has a strong competitive position, benefiting from unique scale advantages from its data aggregation. We recently participated in the Clearwater IPO and the stock has traded flat relative to its IPO and has not announced its first quarter as a public company.
Jack Henry & Associates	0.03%	The lagging performance of Jack Henry & Associates over the past year is a result of a full valuation coupled with earnings growth that has been stagnant for over a year. We believe this dynamic is likely to shift since the company's legacy payments platform has been retired and the cost savings from the new platform begin to be realized in the next fiscal quarter.
Dril-Quip	0.15%	Dril-Quip's customer orders have remained weak due to a lack of meaningful recovery in offshore drilling activity from its lows despite a recent rise in oil prices. Offshore drilling projects are lengthy to plan and undertake, so we expect rig activity to increase over time absent another dramatic decline in energy prices.

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Purchases

Small Cap Core Portfolio

Quarter Ending September 30, 2021



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Purchases	Descriptions/Reasons
Clearwater Analytics – Initiated Position	Clearwater Analytics provides investment accounting software. The software is used by asset managers, corporate treasuries and insurance companies for daily reconciliation of their holdings. The company specializes in reconciling more esoteric securities, where the need for accurate data is harder to obtain without scale.
RBC Bearings – Increased Position	We modestly increased our position in RBC Bearings as part of the company's secondary share offering in connection with its financing of an acquisition.

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New Position

Small Cap Core Portfolio

Quarter Ending September 30, 2021



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Clearwater Analytics (CWAN)

- Clearwater Analytics aggregates data for \$5.6 trillion of invested assets for over 1,000 customers. The software can handle dozens of different asset types and numerous different accounting regimes. Clearwater receives and validates data from 2,500 data feeds for more than 4 million securities.
- The company has structured its software as true single instance, multi-tenant SaaS. The company's base building block is at the security level. It has a single instance of each security and applies that modeling to any client who holds it. This is in contrast to competitors who model each customer's portfolio, leading to duplication and possibly errors.
- Once implemented, the software is embedded into workflows, particularly for the back office and compliance. Switching to a competitor would risk inaccuracies in presenting historical data, which could lead to regulatory and risk problems.

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Sales

Small Cap Core Portfolio

Quarter Ending September 30, 2021



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- There were no sales during the 3rd Quarter 2021.

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Portfolio Characteristics

Small Cap Core Portfolio – As of September 30, 2021



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	KAR Small Cap Core	Russell 2000® Index
Quality		
Return on Equity—Past 5 Years	22.1%	7.5%
Total Debt/EBITDA	1.0 x	5.0 x
Earnings Variability—Past 10 Years	29.7%	81.0%
Growth		
Earnings Per Share Growth—Past 10 Years	12.8%	7.0%
Dividend Per Share Growth—Past 10 Years	13.7%	6.1%
Capital Generation—{ROE x (1-Payout)}	16.1%	6.1%
Value		
P/E Ratio—Trailing 12 Months	22.6 x	49.0 x
Dividend Yield	1.1%	1.0%
Free Cash Flow Yield†	4.2%	2.8%
Market Characteristics		
\$ Weighted Average Market Cap—3-Year Average	\$7.7 B	\$2.7 B
Largest Market Cap—3-Year Average	\$17.0 B	\$12.6 B
Annualized Standard Deviation—Since Inception*	16.2%	21.0%

*April 1, 1992

†Free cash flow data is as of June 30, 2021. Prices are as of September 30, 2021. Excludes financials.

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Data is obtained from FactSet Research Systems and BNY Mellon and is assumed to be reliable. Other principal consultant firms may use different algorithms to calculate selected statistics.

Estimates are based on certain assumptions and historical information. ***Past performance is no guarantee of future results.***

The U.S. and global economies are recovering from the COVID-19 health crisis, but we believe the economic outlook for 2021 is for more moderate growth.

- We expect there will be a slow but steady recovery from here through year end 2022 and beyond. Pent-up demand from consumers is placing pressure on many supply constrained goods.
- Corporate earnings should continue to grow albeit at a slower pace. So far interest rate increases have been driven primarily by an improving economy and have been benign.
- The Fed may start tapering next month. Inflation fears have picked up due to port congestion, depleted inventories, and semiconductor shortages. Inflation issues have continued to last longer than anticipated but should improve from here.
- Fiscal stimulus will decrease over the next couple of years as the economy recovers more fully, even with a smaller infrastructure package.
- Volatility and disruption is likely to decline from here as the health crisis peaks out globally and business conditions gradually return to normal.
- Innovation and disruption are continuing at a breathtaking pace in the U.S. in a variety of industries. In our view, digital transformation will continue unabated.

Figure 1: Real GDP

Billions of Chained (2012) Dollars, Seasonally Adjusted at Annual Rates

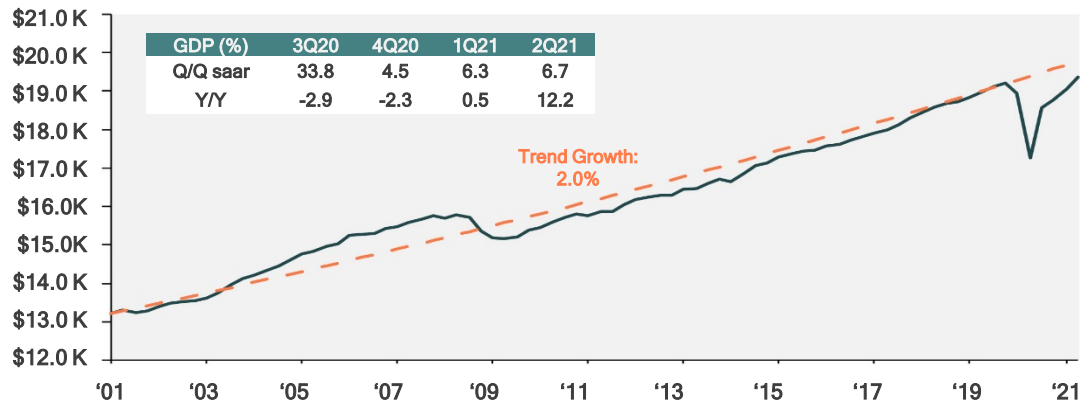
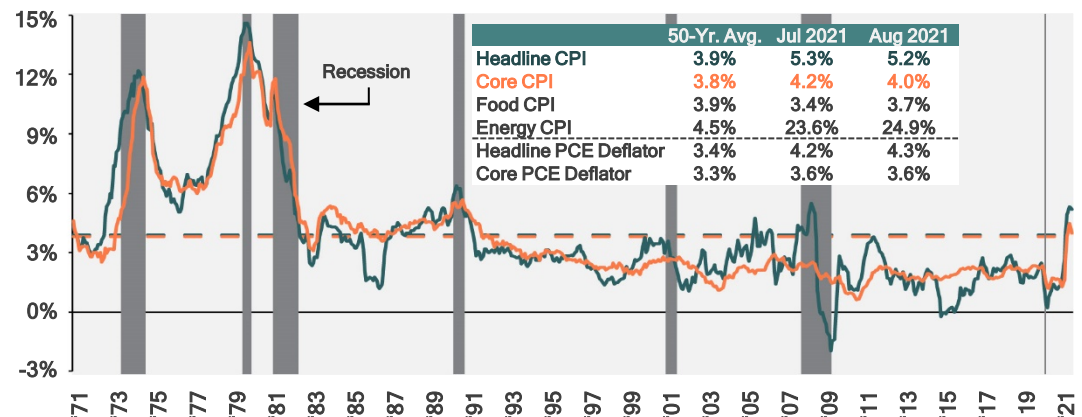


Figure 2: CPI and Core CPI

CPI % Change vs. Prior Year, Seasonally Adjusted



Data as of September 30, 2021. Figure 1 data is obtained from BEA, FactSet and J.P. Morgan Asset Management and is assumed to be reliable. Trend growth is measured as the average annual growth rate from business cycle peak 1Q01 to business cycle peak 4Q19. Figure 2 data is obtained from BLS, FactSet and J.P. Morgan Asset Management and is assumed to be reliable. CPI used is CPI-U and values shown are % change vs. one year ago. Core CPI is defined as CPI excluding food and energy prices. The Personal Consumption Expenditure (PCE) deflator employs an evolving chain-weighted basket of consumer expenditures instead of the fixed-weight basket used in CPI calculations. **Past performance is no guarantee of future results.**

The global economy has not escaped a recession either, but we believe investors are starting to discount a recovery here too.

- Europe and emerging market economies weakened in early 2019 due to trade disputes with China. COVID-19 weakened these markets further in 2020. We believe recovery is likely to be slow but steady over the next several years, particularly with a slower vaccine rollout in Europe.
- Asia in particular has done an excellent job of containing the virus and is already starting to see improving business conditions. China's common prosperity program should result in slower GDP growth due to regulatory uncertainty.
- Global inflation expectations are still relatively benign and this gives central banks the opportunity to keep low short-term rates for an extended timeframe. We think global competition, oil prices, and modest wage growth are the key drivers behind this longer-term. We believe global deflation is still the principal threat to developed nations longer-term once these short-term disruptions have normalized.
- The secular force of digitization and business driving toward faster, cheaper, and better hasn't changed.
- International and emerging markets may finally start to perform better relative to the U.S. as breadth improves due to better global economic growth and vaccination programs catching up to U.S. vaccination rates.

Figure 3: COVID-19 Vaccine Rollout

Total Vaccine Doses Administered per Hundred People

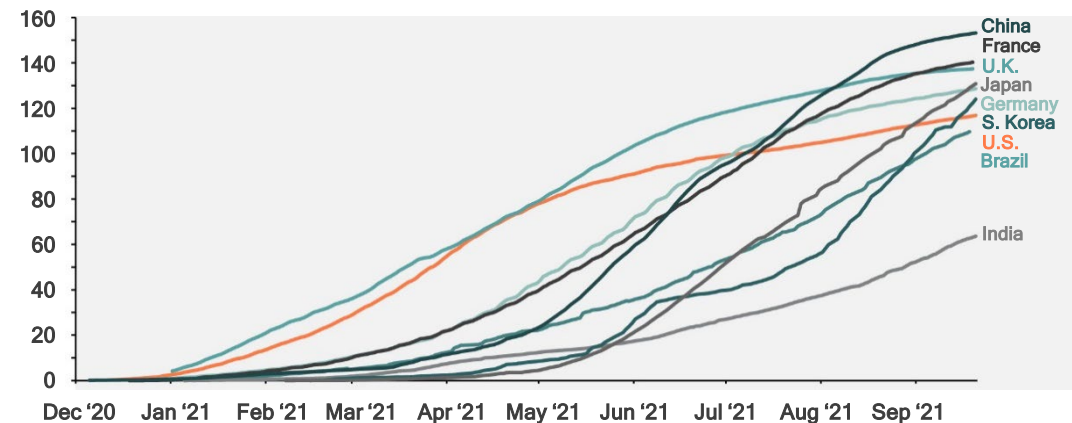
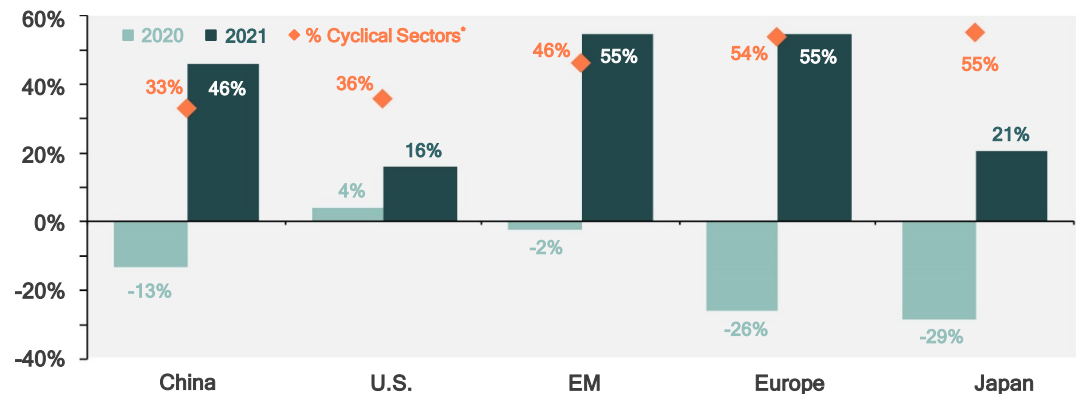


Figure 4: Global Earnings Growth

Calendar Year Consensus Estimates



Data as of September 30, 2021. Figure 3 data is obtained from Our World in Data and J.P. Morgan Asset Management and is assumed to be reliable. Total vaccine doses administered per hundred people. Includes both first and second doses in the case of a two-dose vaccine regimen. Figure 4 data is obtained from FactSet, MSCI, Standard & Poor's, Thomson Reuters and J.P. Morgan Asset Management and is assumed to be reliable. *Cyclical sectors include consumer discretionary, financials, industrials, energy and materials. The Internet and direct marketing subsector has been removed from the cyclicals calculation. In our judgement, companies in this space do not yet fit into the cyclical category, as they are still in a transitional growth phase and are not being directly impacted by the business cycle. Chart uses MSCI indices for all regions/countries, except for the U.S., which is the S&P 500. All indices use IBES aggregate earnings estimates, which may differ from earnings estimates used elsewhere in the book. MSCI Europe includes the eurozone as well as countries not in the currency bloc, such as Norway, Sweden, Switzerland and the UK (which collectively make up 44% of the overall index). **Past performance is no guarantee of future results.**

We continue to believe that the risk/reward ratio for equities over the long-term is favorable on an absolute basis and particularly relative to fixed income.

- Business should continue to improve, but we are still not back to normal activity. It will take time, even with vaccines being deployed, to fully restore consumer confidence.
- Equity valuations are above normal by historic measures on absolute levels, but still attractive relative to interest rates. We think earnings are likely to continue to improve from here on a multi-year basis.
- We believe foreign markets are recovering gradually, particularly China and Asia, since the health crisis is fading there. Europe has also been relatively successful at containing the virus, but is lagging behind the U.S. with its vaccination program.
- Corporate profit margins have already recovered to all-time highs despite high input costs and transportation bottlenecks.
- We believe high-quality businesses with protected markets are a better place to invest than lower quality companies operating in more competitive markets over the long term.
- We believe that the outlook for the equity markets continues to be favorable going forward. Volatility will likely decline and we believe the longer term outlook is still favorable as earnings recover. In our view, relatively tame interest rates combined with growing earnings is a powerful combination for reasonable equity performance.

Figure 5: Global Valuations
Current and 25-Year Next 12 Months Price-to-Earnings Ratio

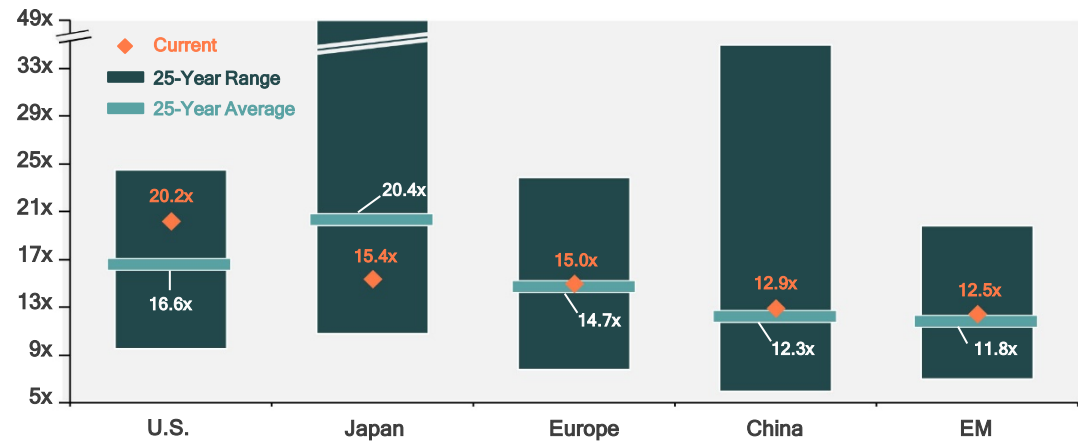
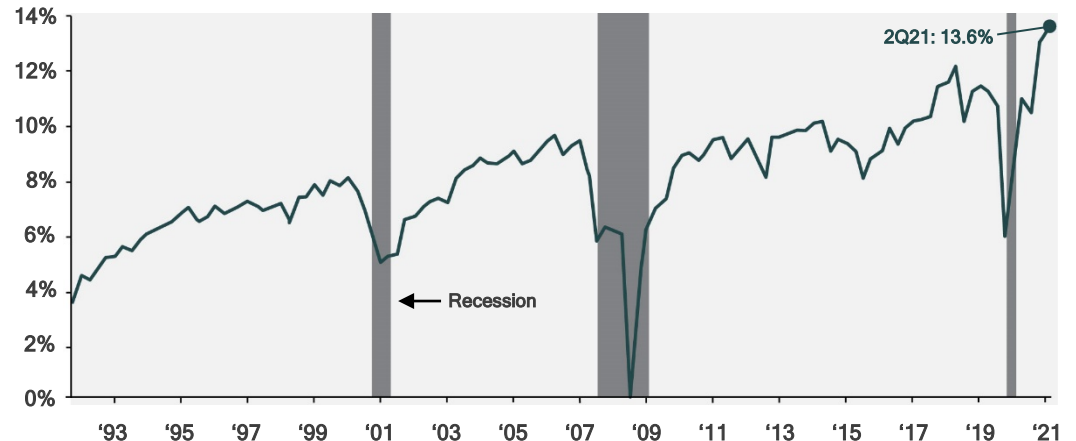


Figure 6: S&P Profit Margins
Quarterly Operating Earnings/Sales



Data as of September 30, 2021. Figure 5 data is obtained from FactSet, MSCI, Standard & Poor's, Thomson Reuters and J.P. Morgan Asset Management and is assumed to be reliable. Chart uses MSCI indices for all regions/countries, except for the U.S., which is the S&P 500. All indices use IBES aggregate earnings estimates, which may differ from earnings estimates used elsewhere in the book. MSCI Europe includes the eurozone as well as countries not in the currency bloc, such as Norway, Sweden, Switzerland and the UK (which collectively make up 44% of the overall index). Figure 6 data is obtained from BEA, Compustat, FactSet, Standard & Poor's and J.P. Morgan Asset Management and is assumed to be reliable. **Past performance is no guarantee of future results.**

- **Portfolio Data**
- **Disclosure**

Sector Weights

Small Cap Core Portfolio

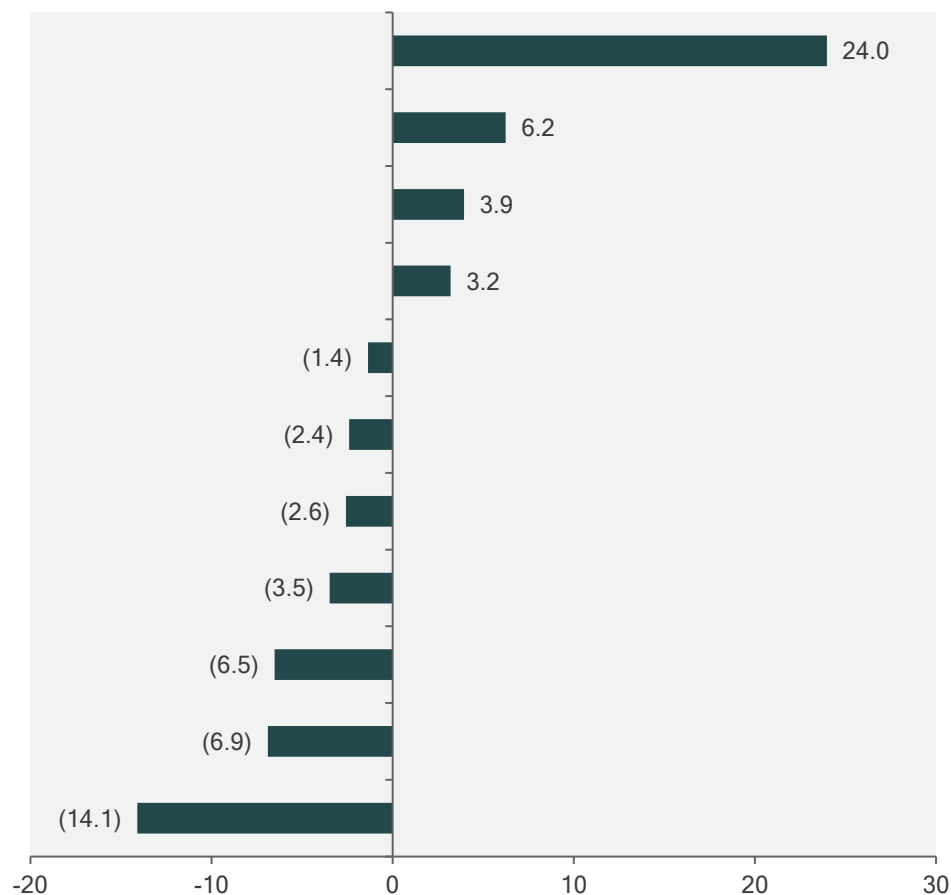
As of September 30, 2021



Kayne Anderson Rudnick
Investment Management

Sectors	KAR Small Cap Core (%)	Russell 2000® Index (%)
Industrials	38.4	14.4
Financials	21.7	15.5
Communication Services	7.4	3.5
Information Technology	17.3	14.1
Consumer Staples	1.9	3.2
Utilities	—	2.4
Materials	1.2	3.8
Energy	1.1	4.5
Consumer Discretionary	5.0	11.5
Real Estate	—	6.9
Health Care	6.1	20.2

Underweight/Overweight (%)



This material is deemed supplemental and complements the performance and disclosure at the end of this presentation.

A complete list of portfolio holdings and specific security transactions for the preceding 12 months is available upon request. Holdings are subject to change. Holdings and weightings are based on a representative portfolio. Individual investors' holdings may differ slightly. The sector information represented above is based on GICS sector classifications. Data is obtained from FactSet Research Systems and is assumed to be reliable. Numbers may not always add up due to rounding.

Conviction-Driven Investing Provides Opportunities for Excess Return

Small Cap Core Portfolio
As of September 30, 2021



Kayne Anderson Rudnick
Investment Management

Top 10 Holdings	GICS Sector	% of Portfolio
FTI Consulting	Industrials	5.9
EMCOR Group	Industrials	5.3
Teledyne Technologies	Information Technology	5.3
First Hawaiian	Financials	5.0
Primerica	Financials	5.0
Manhattan Associates	Information Technology	4.9
Simpson Manufacturing	Industrials	4.8
Acushnet Holdings	Consumer Discretionary	4.7
Rightmove	Communication Services	4.7
Watts Water Technologies	Industrials	4.6
Total		50.2

Research confidence leads to large active weights

	KAR Small Cap Core	Russell 2000® Index
# of Holdings	29	2,026
Average Position Size (%)	3.4	0.05
Weight of Top Ten Holdings (%)	50.2	3.2
Active Share (%)	98.6	—

The strategy benefits from diversification while still taking significant active positions

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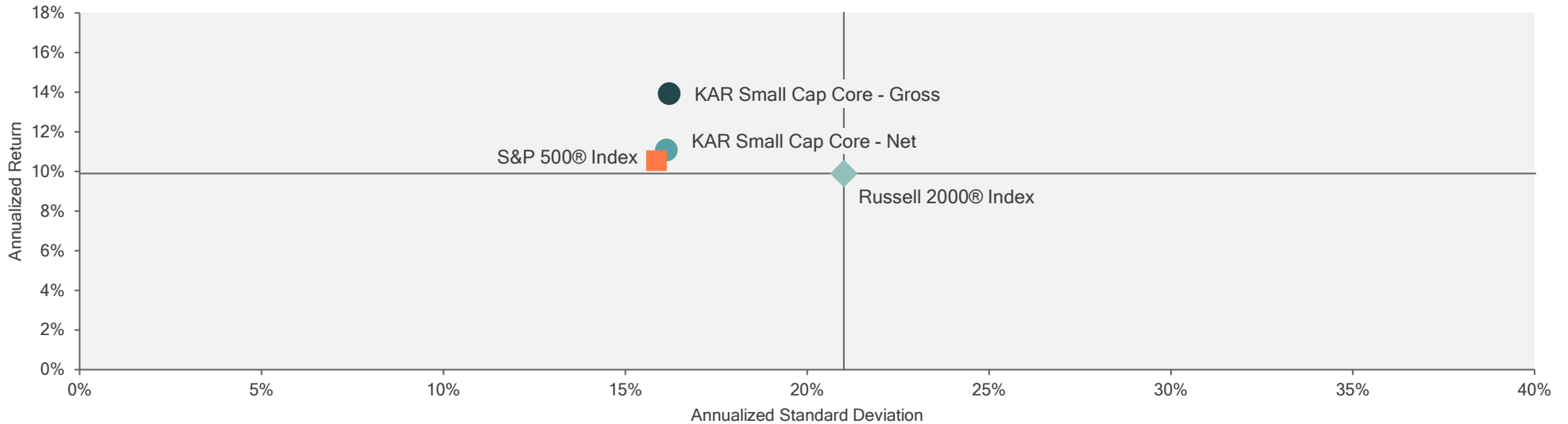
Strong Risk-Adjusted Returns

Small Cap Core Portfolio
Inception* to September 30, 2021



Kayne Anderson Rudnick
Investment Management

Meaningful Excess Return with Lower Volatility Annualized Since Inception*



Strong Risk-Adjusted Performance Metrics Annualized Since Inception*

	Alpha	Sharpe Ratio	Standard Deviation	Semi-Standard Deviation	Beta	Tracking Error
KAR Small Cap Core	5.72	0.71	16.21	12.20	0.70	9.41
Russell 2000® Index	0.00	0.36	21.01	15.64	1.00	0.00

*April 1, 1992

This material is deemed supplemental and complements the performance and disclosure at the end of this presentation.

Returns for the Kayne Anderson Rudnick composite are preliminary and are gross of fees unless otherwise specified. For further details on the composite, please see the disclosure statement in this presentation. Data is obtained from FactSet Research Systems and is assumed to be reliable. **Past performance is no guarantee of future results.**

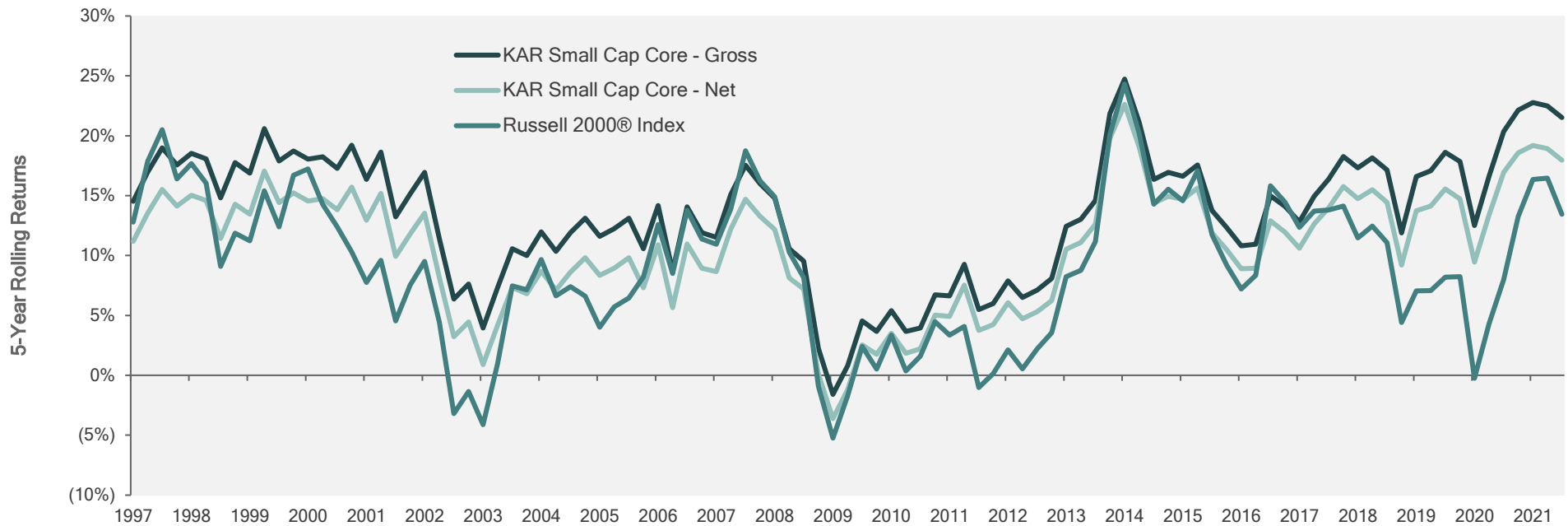
5-Year Rolling Returns

Small Cap Core Portfolio

Inception* to September 30, 2021



Kayne Anderson Rudnick
Investment Management



*April 1, 1992

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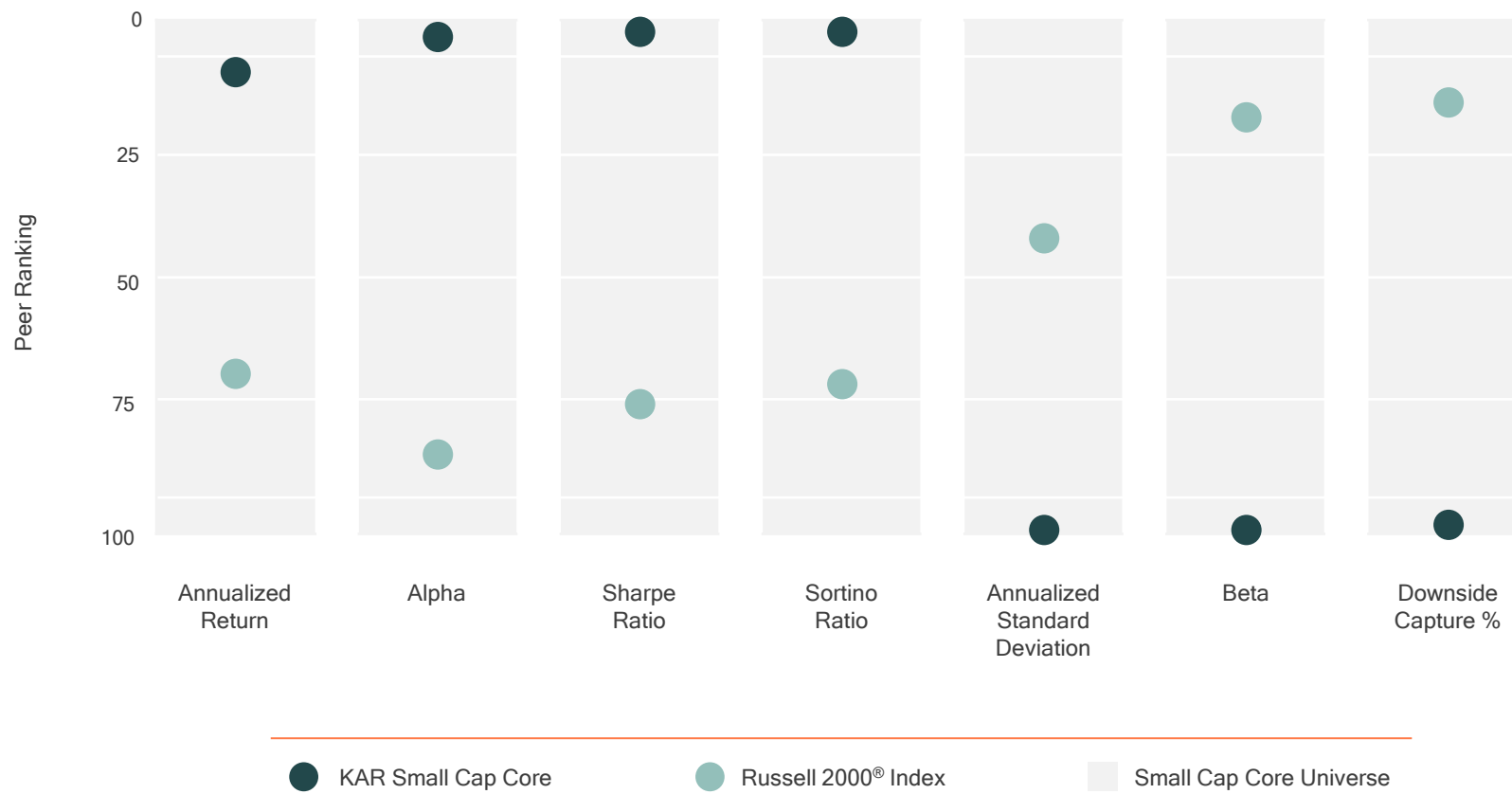
Peer Comparison

Small Cap Core Portfolio

Ten Years Ending September 30, 2021



Kayne Anderson Rudnick
Investment Management



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The Small Cap Core Universe includes all managers categorized in the small cap core asset class by eVestment.

*Returns for the Kayne Anderson Rudnick composite are preliminary and are gross of fees unless otherwise specified. For further details on the composite, please see the disclosure statement in this presentation. Data is obtained from FactSet Research Systems and is assumed to be reliable. **Past performance is no guarantee of future results.** Management fees are described in Form ADV Part 2, which is available upon request. Gross annual returns will be reduced by investment management fees and other expenses that may be incurred in the management of the account. Net annual returns have been calculated after the deduction of an assumed maximum annual fee of 3%. The effect of fees on performance would grow at a compounded rate. Over a five-year period, if a \$100,000 portfolio had an annual return of 10%, it would grow to \$161,051. The net compounded effect of a 3% annual investment management fee would total \$20,796 and result in a portfolio value of \$140,255.*

Returns

Small Cap Core Portfolio



Kayne Anderson Rudnick
Investment Management

Annualized Performance

Periods Ending 9/30/21	Gross (%)	Net (%)	Index (%)	Excess Return - Net (bps)
Third Quarter	(0.75)	(1.50)	(4.36)	286
Year to Date	8.79	6.39	12.41	(603)
1 Year	26.10	22.43	47.68	(2,524)
3 Years	16.36	12.96	10.54	242
5 Years	21.51	17.97	13.45	451
7 Years	18.56	15.39	11.90	349
10 Years	18.21	15.40	14.63	77
Since Inception*	13.91	11.08	9.90	118

Calendar Year Performance

Periods Ending 12/31	Gross (%)	Net (%)	Index (%)	Excess Return - Net (bps)
2020	22.09	18.53	19.96	(143)
2019	39.05	35.04	25.52	952
2018	(0.78)	(3.72)	(11.01)	729
2017	36.07	32.15	14.65	1,750
2016	18.55	15.09	21.31	(621)
2015	2.09	0.51	(4.41)	492
2014	7.31	5.57	4.89	67
2013	30.89	28.76	38.82	(1,007)
2012	13.75	11.80	16.35	(455)
2011	9.64	7.75	(4.18)	1,193
2010	24.83	22.56	26.85	(429)
2009	31.80	29.72	27.17	255
2008	(28.15)	(29.36)	(33.79)	443
2007	3.25	1.71	(1.57)	328
2006	13.46	11.87	18.37	(650)
2005	7.87	4.63	4.55	8
2004	23.07	19.42	18.33	109
2003	35.02	31.19	47.25	(1,606)
2002	(13.73)	(16.34)	(20.48)	415
2001	6.82	3.74	2.49	126
2000	20.98	17.42	(3.02)	2,044
1999	7.02	3.93	21.26	(1,733)
1998	20.98	17.42	(2.55)	1,997
1997	21.00	17.45	22.36	(492)
1996	26.98	23.22	16.49	672
1995	18.57	15.07	28.45	(1,338)
1994	2.75	(0.26)	(1.82)	156
1993	20.00	16.54	18.88	(234)
1992 [†]	9.65	7.25	10.16	(291)

*April 1, 1992

†Performance calculations are for the nine months ended December 31, 1992.

This material is deemed supplemental and complements the performance and disclosure at the end of this presentation.

Returns for the Kayne Anderson Rudnick composite are preliminary. All periods less than one year are total returns and are not annualized. For further details on the composite, please see the disclosure statement in this presentation. Data is obtained from FactSet Research Systems and is assumed to be reliable. Numbers may not always add up due to rounding. **Past performance is no guarantee of future results.**

IMPORTANT RISK CONSIDERATIONS: Equity Securities: The market price of equity securities may be adversely affected by financial market, industry, or issuer-specific events. Focus on a particular style or on small or medium-sized companies may enhance that risk. **Limited Number of Investments:** Because the portfolio has a limited number of securities, it may be more susceptible to factors adversely affecting its securities than a portfolio with a greater number of securities. **Market Volatility:** Local, regional, or global events such as war, acts of terrorism, the speed of infectious illness or other public health issues, recessions, or other events could have a significant impact on the portfolio and its investments, including hampering the ability of the portfolio manager(s) to invest the portfolio's assets as intended.

Disclosure

Small Cap Core Portfolio



Kayne Anderson Rudnick
Investment Management

Year	Composite Pure Gross Return* (%)	Composite Net Return (%)	Russell 2000® Index Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Percentage of Wrap-Fee Accounts (%)	Number of Accounts (%)	Internal Dispersion	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2010	24.83	22.56	26.85	N/A	N/A	100	67	0.71	659	4,729
2011	9.64	7.75	(4.18)	N/A	N/A	100	70	0.51	846	5,232
2012	13.75	11.80	16.35	15.37	20.48	100	71	0.31	1,073	6,545
2013	30.89	28.76	38.82	11.96	16.68	100	67	0.45	1,336	7,841
2014	7.31	5.57	4.89	9.77	13.31	100	70	0.27	1,294	7,989
2015	2.09	0.51	(4.41)	11.15	14.16	100	55	0.38	1,023	8,095
2016	18.55	15.09	21.31	12.19	15.99	100	74	0.81	1,222	9,989
2017	36.07	32.15	14.65	11.38	14.11	100	67	0.50	1,818	14,609
2018	(0.78)	(3.72)	(11.01)	13.94	16.01	100	85	0.24	1,909	17,840
2019	39.05	35.04	25.52	14.65	15.93	100	101	0.31	2,689	25,685

*Pure gross returns are supplemental to net returns.

The Russell 2000® Index is a trademark/service mark of Frank Russell Company. Russell® is a trademark of Frank Russell Company.

KAR (as defined below) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. KAR has been independently verified for the period from January 1, 1999 through December 31, 2019.

Verification assesses whether (1) the firm has complied with all the 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. The Small Cap Core Wrap Composite has been examined for the period from January 1, 1999 through December 31, 2019. The verification and performance examination reports are available upon request.

Kayne Anderson Rudnick Investment Management, LLC ("KAR"), a wholly owned subsidiary of Virtus Investment Partners, Inc., is a registered investment advisor under the Investment Advisers Act of 1940. Registration of an Investment Advisor does not imply any level of skill or training. KAR manages a variety of equity and fixed-income strategies focusing exclusively on securities the firm defines as high quality.

The composite includes all fully discretionary Small Cap Core Wrap Portfolios. Small Cap Core Wrap Portfolios are invested in equity securities with market capitalizations consistent with the Russell 2000® Index, that have market control, rising free cash flow, shareholder-oriented management, strong consistent profit growth and low-debt balance sheets. For comparison purposes, the composite is measured against the Russell 2000® Index. The Russell 2000® Index is a market capitalization-weighted index of the 2,000 smallest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total-return basis with dividends reinvested. Benchmark returns are not covered by the report of the independent verifiers. The composite was created in October 1995. A list of composite descriptions and policies for valuing portfolios, calculating performance and preparing compliant presentations are available upon request.

Beginning on January 1, 2006, sub-advisory wrap fee portfolios are also included in composite results. Each sub-advisory relationship is included in the composite as one account. Prior to January 1, 2011, accounts that experienced a significant cash flow, defined as aggregate flows that exceed 25% of the account's beginning of period market value, were temporarily removed from the composite. Prior to January 1, 2011, the composite minimum was \$100,000.

The standard wrap fee schedule in effect is 3.00% on total assets. Actual management fees charged may vary depending on applicable fee schedules and portfolio size, among other things. Additional information may be found in Part IIA of Form ADV, which is available on request. The performance information is supplied for reference. Past performance is no guarantee of future results. Results will vary among accounts. The U.S. dollar is the currency used to express performance. Performance results include the reinvestment of all income. Pure gross returns do not reflect the deduction of any expenses, including trading costs. Prior to December 31, 2005, net annual returns are calculated by deducting 1/4th of an assumed maximum annual wrap fee of 3% on a quarterly basis. Beginning January 1, 2006, net annual returns are calculated using actual fees incurred. If no fee data is provided by wrap sponsors, the maximum annual wrap fee of 3% is used to calculate net of fee performance. Beginning January 1, 2016, net annual returns are calculated by deducting 1/12th of an assumed maximum annual wrap fee of 3% on a monthly basis. Wrap fees include all charges for trading costs, portfolio management, custody and other administrative expenses.

Internal dispersion is calculated using the asset-weighted standard deviation of annual gross returns for accounts in the composite for the entire year. For those years when less than five accounts were included for the full year, no dispersion measure is presented. The three-year annualized ex-post standard deviation, which measures the variability of the composite (using pure gross returns) and the benchmark for the 36-month period, is presented starting 2012 because prior to January 1, 2010, the composite return was calculated quarterly and 36 monthly returns are not available.