



Kayne Anderson Rudnick
Investment Management

A VIRTUS INVESTMENT PARTNER

Small Cap Sustainable Growth Portfolio
Managed Accounts
Fourth Quarter 2023 Review

[kayne.com](https://www.kayne.com)

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Firm Overview

As of December 31, 2023



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	\$59.6 billion*
Number of Equity Investment Professionals	21
Average Investment Experience	16 Years

*Figures in USD.

†Please refer to the “Tenets of Quality: Our Quality Business Assessment” slide later in this presentation for KAR’s definition of high-quality businesses.

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® Growth Index
- To achieve this return objective with a portfolio that exhibits lower overall risk characteristics*



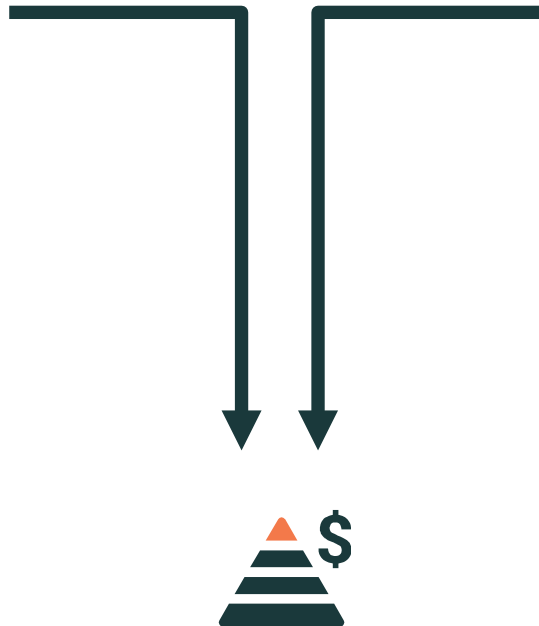
Competitive Protection

- 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

Small Cap Sustainable Growth Team



Kayne Anderson Rudnick
Investment Management

Portfolio Manager/Analysts	Responsibility	Research Start Date	KAR Start Date
Todd Beiley, CFA	Portfolio Manager and Senior Research Analyst Sector Coverage: Financials (Insurance Industry)	1999	2002
Jon Christensen, CFA	Portfolio Manager and Senior Research Analyst Sector Coverage: Health Care and Industrials	1995	2001
Julie Biel, CFA	Senior Research Analyst Sector Coverage: Information Technology and Health Care	2004	2013
Julie Kutasov	Senior Research Analyst Sector Coverage: Materials, Industrials and Utilities	2001	2001
Craig Stone	Senior Research Analyst Sector Coverage: Real Estate and Consumer Discretionary	1990	2000
Chris Wright, CFA	Senior Research Analyst Sector Coverage: Financials, Information Technology, Energy and Industrials	2012	2012
Adam Xiao, CFA	Senior Research Analyst Sector Coverage: Financials, Communication Services, Consumer Discretionary and Information Technology	2013	2018
Sean Dixon	Research Analyst Sector Coverage: Consumer Discretionary and Industrials	2008	2018
Luke Longinotti	ESG Research Analyst	2020	2023
Arthur Su, CFA	Research Analyst Sector Coverage: Information Technology, Industrials and Consumer Staples	2015	2022
Clarissa Ali	Associate Research Analyst	2023	2018

Client Services	Responsibility	Industry Start Date	KAR Start Date
Jason Pomatto	Managing Director - Senior Client Portfolio Manager	1994	2021
Ben Falcone, CFA	Managing Director - Client Portfolio Manager	1996	2023
James May, CFA	Managing Director - Client Portfolio Manager	1989	2019
Ben Corser	Portfolio Specialist	2006	2018

Market Review

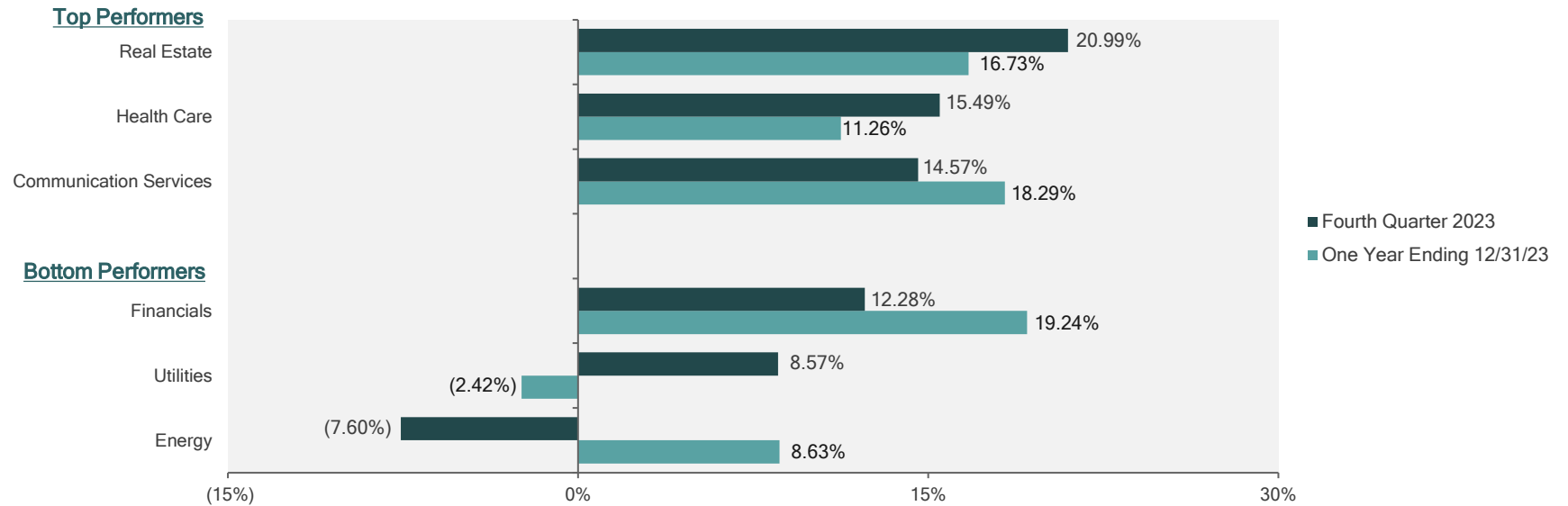
Performance by Sector and Style



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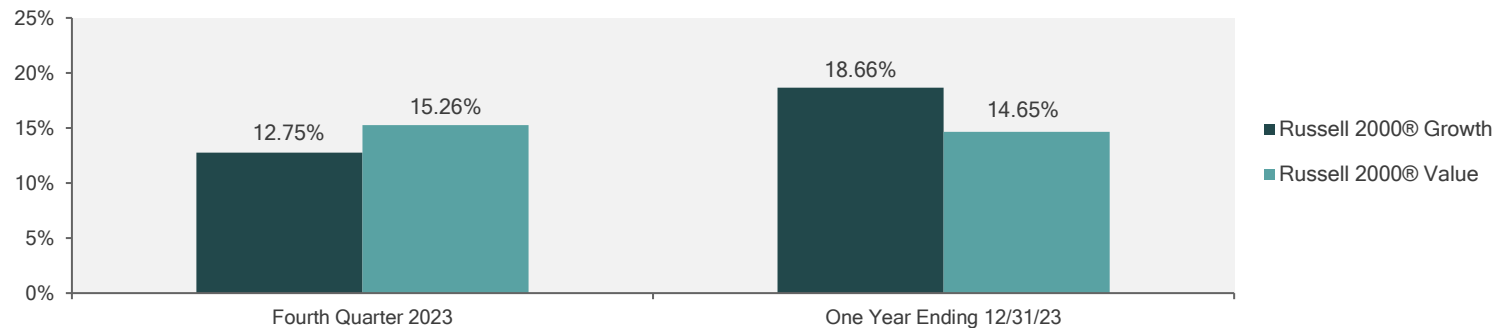
Sector Performance

Russell 2000® Growth Index



Performance by Style

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



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

Data is obtained from FactSet Research Systems and is assumed to be reliable. Past performance is no guarantee of future results.

Market Review

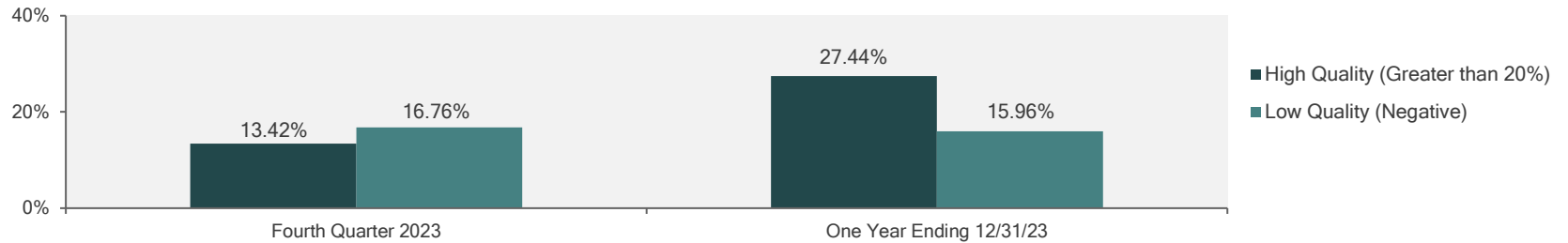
Performance by Financial Metric



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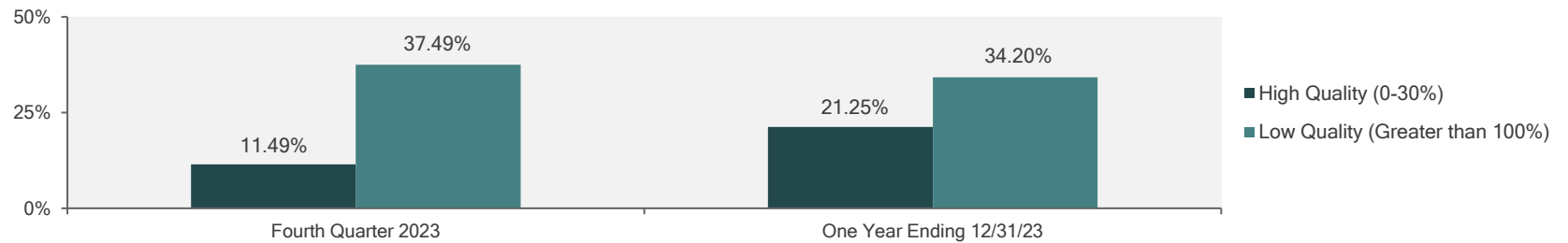
Performance by Return on Equity

Russell 2000® Growth Index



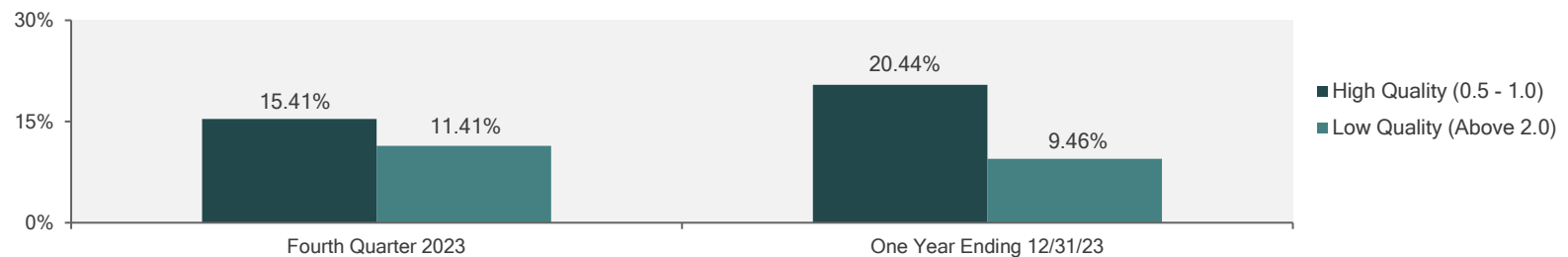
Performance by Debt/Capital Ratio

Russell 2000® Growth Index



Performance by Beta

Russell 2000® Growth Index



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Quarterly Performance Overview

Small Cap Sustainable Growth Portfolio

Periods Ending December 31, 2023



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Monthly and Quarterly Performance

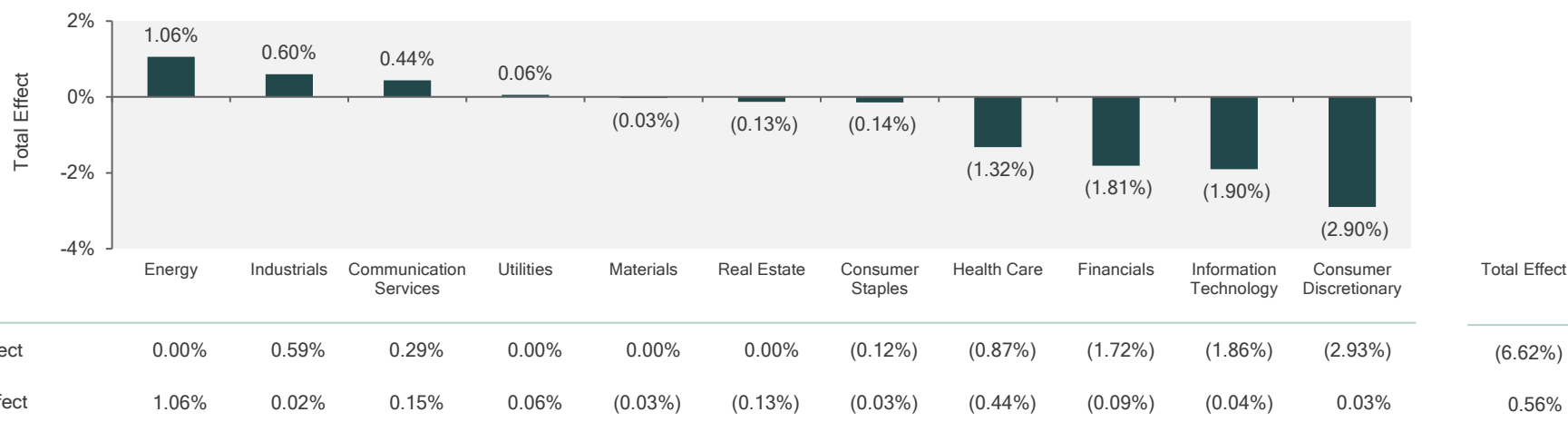
	Gross (%)	Net (%)	Index (%)	Excess Returns - Net (bps)
October	(7.38)	(7.63)	(7.71)	8
November	4.89	4.64	9.10	(447)
December	9.91	9.66	11.97	(231)
Fourth Quarter	6.77	5.99	12.75	(676)

Annualized Performance

Periods Ending 12/31/23	Gross (%)	Net (%)	Index (%)
1 Year	20.87	17.34	18.66
5 Years	11.67	8.39	9.22
10 Years	14.16	10.81	7.16

Attribution by Sector

Quarter Ending December 31, 2023



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The attribution data provided herein is based upon a buy and hold methodology and gross returns for a representative portfolio. Returns for the Kayne Anderson Rudnick composite are final. 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. Past performance is no guarantee of future results. Returns could be reduced, or losses incurred, due to currency fluctuations.

Highest Contributors

Small Cap Sustainable Growth Portfolio

Quarter Ending December 31, 2023



Kayne Anderson Rudnick
Investment Management

Security	Contribution	Comments
Morningstar	+1.88%	Morningstar reported healthy growth in license-based software revenues and margin expansion, while cyclical market-driven headwinds continued to impact the company's transaction-based revenues. The market reacted favorably to margin expansion and the resilience of the company's recurring license-based revenues, and the shares outperformed during the quarter.
AAON	+1.83%	AAON's shares outperformed as the company reported strong revenue growth and margin expansion as alleviating supply chain disruptions, operational efficiencies, and capacity additions drove output while pricing remained strong. While there were concerns around softer bookings last quarter, management noted underlying demand remains healthy and remains optimistic on its outlook for 2024, particularly given the 2025 refrigerant changeover.
Auto Trader	+1.50%	In its latest bi-annual earnings report, Auto Trader reported revenue and profit growth in the backdrop of a resilient used car market in the United Kingdom. We believe the company's ability to use pricing and product to offset flat-to-down unit volumes caused it to outperform investor expectations and caused shares to outperform.
Dream Finders Homes	+1.40%	From our perspective, Dream Finders Homes continues to benefit from the generally underbuilt U.S. housing market, resulting in relatively resilient new home demand in the face of rising interest rates. We believe the company also continues to demonstrate improved profitability.
Endava	+1.36%	In its latest quarter, Endava reported better visibility into engagements expanding with clients after a period of clients delaying new projects earlier in the year. Sales were down for the quarter, but better visibility and forward revenue opportunity caused shares to outperform.

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Lowest Contributors

Small Cap Sustainable Growth Portfolio

Quarter Ending December 31, 2023



Kayne Anderson Rudnick
Investment Management

Security	Contribution	Comments
Fox Factory	(2.87%)	Fox Factory suffered from a continued downdraft in its Specialty Sports business in its most recent quarter. Additionally, Fox Factory acquired a baseball bat and accessory company, which the market appears to view as an expansion into a non-core market.
BILL Holdings	(1.47%)	BILL reported headwinds from a combination of a lower-fee payment mix, larger business customers scaling back spending due to the macro-economic environment, and proactively limiting credit line exposure on its virtual card's product. Due to this confluence of headwinds, the company's stock underperformed.
Ryan Specialty	(1.13%)	Ryan Specialty's shares declined in the quarter as investors anticipated the potential for slowing interest rate increases across the property and casualty insurance industry as inflation moderates.
Interactive Brokers Group	(0.27%)	In its latest quarter, Interactive Brokers Group reported continued growth in revenues and profits, but management reduced expectations for future account growth after learning that white-label brokerage deals the company had previously struck with large commercial banks would be smaller in scope than initially believed. As a result, the stock underperformed.
Oportun Financial	(0.23%)	Oportun Financial's shares underperformed for much of the year due to erratic credit performance in its loan portfolio. Credit quality was consistent, but recent volatility, despite a growing economy, has called in to question management's underwriting skill. As a result, we exited the position.

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Annual Performance Overview

Small Cap Sustainable Growth Portfolio

Periods Ending December 31, 2023



Kayne Anderson Rudnick
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Quarterly and Annual Performance

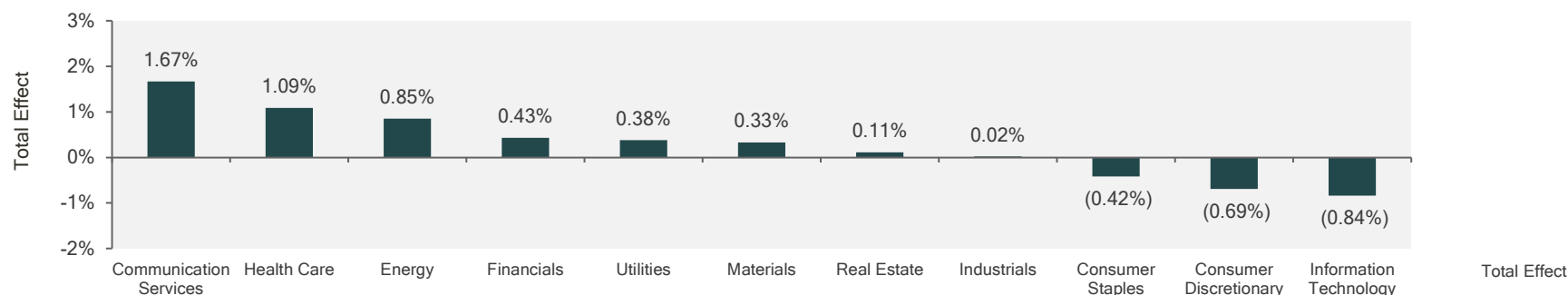
	Gross (%)	Net (%)	Index (%)	Excess Returns - Net (bps)
First Quarter 2023	13.54	12.72	6.07	665
Second Quarter 2023	(0.95)	(1.69)	7.05	(875)
Third Quarter 2023	0.66	(0.10)	(7.32)	722
Fourth Quarter 2023	6.77	5.99	12.75	(676)
1 Year Ending 12/31/23	20.87	17.34	18.66	(132)

Annualized Performance

Periods Ending 12/31/23	Gross (%)	Net (%)	Index (%)
1 Year	20.87	17.34	18.66
5 Years	11.67	8.39	9.22
10 Years	14.16	10.81	7.16

Attribution by Sector

One Year Ending December 31, 2023



	Communication Services	Health Care	Energy	Financials	Utilities	Materials	Real Estate	Industrials	Consumer Staples	Consumer Discretionary	Information Technology	Total Effect
KAR Selection Effect	1.74%	(0.20%)	0.00%	(0.09%)	0.00%	0.00%	0.00%	0.67%	(0.15%)	(0.76%)	(1.17%)	0.04%
KAR Allocation Effect	(0.07%)	1.29%	0.85%	0.52%	0.38%	0.33%	0.11%	(0.65%)	(0.27%)	0.08%	0.33%	2.92%

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Highest Contributors

Small Cap Sustainable Growth Portfolio

One Year Ending December 31, 2023



Kayne Anderson Rudnick
Investment Management

Security	Contribution	Comments
Dream Finders Homes	+3.00%	From our perspective, Dream Finders Homes continues to benefit from the generally underbuilt U.S. housing market, resulting in relatively resilient new home demand in the face of rising interest rates. We believe the company also benefitted from improved profitability.
Morningstar	+2.85%	Morningstar navigated through a period of capital markets volatility with both growing subscription revenue and improving operating margins due to cost discipline. Shares also recovered from initial negativity towards the company's asset-based and transactional revenues being negatively impacted by tight financial conditions. We believe the combination of consistent subscription growth, improving margins, and improving outlook for the cyclical portions of the business caused shares to outperform.
Auto Trader	+2.79%	In its latest bi-annual earnings report, Auto Trader reported revenue and profit growth in the backdrop of a resilient used car market in the United Kingdom. In our view the company's ability to use pricing and product to offset flat-to-down unit volumes caused it to outperform investor expectations and caused shares to outperform in the trailing twelve-month period.
AAON	+2.48%	AAON's shares outperformed on strong revenue growth and profit expansion due to solid demand for the company's leading applied HVAC systems alongside price increases, improving factory output, and lower inflation. Additionally, HVAC regulatory dynamics have narrowed the pricing premium for AAON's system relative to its competitors. We believe this has improved its value proposition, particularly as it invests in its go-to-market strategy to gain share.
Duck Creek Technologies	+2.17%	Duck Creek Technologies agreed to be acquired by a private equity firm at a premium to its pre-existing market value, causing its shares to outperform.

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Lowest Contributors

Small Cap Sustainable Growth Portfolio

One Year Ending December 31, 2023



Kayne Anderson Rudnick
Investment Management

Security	Contribution	Comments
Fox Factory	(2.15%)	Fox Factory continued to suffer from a downdraft in its Specialty Sports business. Additionally, Fox Factory acquired a baseball bat and accessory company, which the market appeared to view as an expansion into a non-core market.
BILL Holdings	(1.17%)	BILL reported growth in both revenues and profitability over the past four quarters. However, macro-economic headwinds facing its small-medium-business customer base slowed transaction volume flowing through the company's payment solutions. These economic headwinds have also caused customers to trade down to lower-fee payments methods and caused the company to proactively limit credit lines provided to its customers. These headwinds have caused shares to underperform over the trailing twelve-month period.
Revolve Group	(0.87%)	Revolve Group reported quarters of healthy growth in active customers but also experienced revenue headwinds due to heightened customers' budgetary pressures in the current economic environment. This, combined with broader negative market sentiment towards discretionary goods such as apparel, caused the stock to underperform over the trailing twelve-month period.
Omega Flex	(0.50%)	Omega Flex's shares lagged due to weaker-than-expected operating results primarily driven by a decline in housing starts as high mortgage rates continued to hamper housing affordability.
ServisFirst Bancshares	(0.43%)	The shares of ServisFirst Bankshares, like other regional banks, were under pressure most of the year due to concerns that rising deposit costs may hurt profitability and the potential for future loan losses in a weakening commercial real estate market.

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Purchases

Small Cap Sustainable Growth Portfolio
Quarter Ending December 31, 2023



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Purchases	Descriptions/Reasons
Endava—Initiated Position	Endava is a provider of digital technology services. Customers engage the company to provide software development and engineering talent from lower-cost geographies in similar time zones (“near-shoring”) to the customers’ own engineering teams.
Novanta—Initiated Position	Novanta is a leading global supplier of highly engineered components and sub-systems that create a core technology solution to long lifecycle original equipment manufacturers’ (OEM) customer platforms in medical and advanced industrial niche markets.

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New Position

Small Cap Sustainable Growth Portfolio
Quarter Ending December 31, 2023



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Endava (DAVA)

- In our view, Endava has established a valuable pipeline of near-shore technology talent and can provide customers highly qualified individuals equivalent to domestic employees but at better cost.
- While barriers to entry are low, there are challenges to becoming a recognized brand for the most sought-after university graduates within delivery geographies. This is an endeavor that takes time, and we believe Endava has persisted to build a scaled global presence over 23 years.
- From our perspective, relative to the company's prospective growth, valuation became attractive in light of cyclical headwinds stemming from a broad-based slowdown in growth of customers' technology budgets. While enterprise clients can pause technology budget growth in the short-term, we believe they cannot afford to fall behind in the long-term.

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New Position

Small Cap Sustainable Growth Portfolio
Quarter Ending December 31, 2023



Kayne Anderson Rudnick
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Novanta (NOVT)

- Novanta offers customers deep proprietary technology expertise and competencies in photonics, vision, and precision motion product categories to become the sole source supplier of application specific products. End-market categories include: minimally invasive surgery, robotics and automation, life sciences, in vitro diagnostics, robotic surgery, patient monitoring, laser additive manufacturing, ophthalmology and laser-based material processing.
- The company's highly-engineered components and sub-systems are designed into OEM customer applications via a Novanta engineer group to an OEM engineer group. Novanta's products represent approximately 10% of the bill of materials and the company becomes the sole supplier in 90% to 95% of projects. In our view, the result of Novanta's position with long lifecycle OEM applications is sticky customer relationships.
- Novanta has a reputation for producing high-quality and reliable products and providing direct technical expertise with an ability to solve complex technical challenges. We believe customers view these traits as critical due to the lengthy designed-in process and single-source supplier nature of products.

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Sales

Small Cap Sustainable Growth Portfolio Quarter Ending December 31, 2023



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Sales	Reasons
Oportun Financial—Sold Entire Position	We sold Oportun Financial as net charge-offs for recent vintage loans were developing at a higher pace than expected despite management’s intention to tighten credit standards. Consequently, our confidence in the company’s ability to achieve sustained and attractive profitability diminished.

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Portfolio Characteristics

Small Cap Sustainable Growth Portfolio

As of December 31, 2023



Kayne Anderson Rudnick
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	KAR Small Cap Sustainable Growth	Russell 2000® Growth Index
Quality		
Return on Equity—Past 5 Years	19.1%	10.6%
Debt/EBITDA*	0.8 x	1.5 x
Earnings Variability—Past 10 Years	28.5%	75.8%
Growth		
Earnings Per Share Growth—Past 10 Years	15.0%	11.8%
Capital Generation—{ROE x (1-Payout)}	15.7%	9.4%
Value		
P/E Ratio—Trailing 12 Months	48.0 x	83.5 x
Free Cash Flow Yield†	4.6%	2.1%
Market Characteristics		
\$ Weighted Average Market Cap—3-Year Average	\$6.6 B	\$3.5 B
Largest Market Cap—3-Year Average	\$20.3 B	\$13.2 B
Annualized Standard Deviation—Since Inception‡ (Net of Fees)	20.4%	24.8%

*KAR utilizes the interquartile method when calculating Debt/EBITDA. The interquartile method excludes outliers from an aggregate statistic such as weighted average. The interquartile method does not assume that data from the top or bottom of the distribution are outliers—only the extreme ends are excluded—and that it can be applied consistently as a quantitative method for most fundamental characteristics. Debt/EBITDA utilizes net debt for the calculation.

†Free cash flow data is as of September 30, 2023. Prices are as of December 31, 2023. Excludes financials.

‡January 1, 1998

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Market Commentary

Inflation and the Yield Curve



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- We believe there is a greater likelihood of a soft landing as inflation has declined materially.
- The inverted yield curve and weak Purchasing Managers' Index (PMI) are still headwinds for the U.S. economy. However, strength in employment has surprised to the upside, supporting growth.
- Commentary from the Federal Reserve in the fourth quarter ignited a material rally that pushed the 10-year U.S. Treasury up more than 100 basis points, though we ended the year flat.
- We expect continued progress to lead short-term interest rates to decline and reset the yield curve.

Figure 1: CPI and Core CPI
% Change vs. Prior Year, Seasonally Adjusted

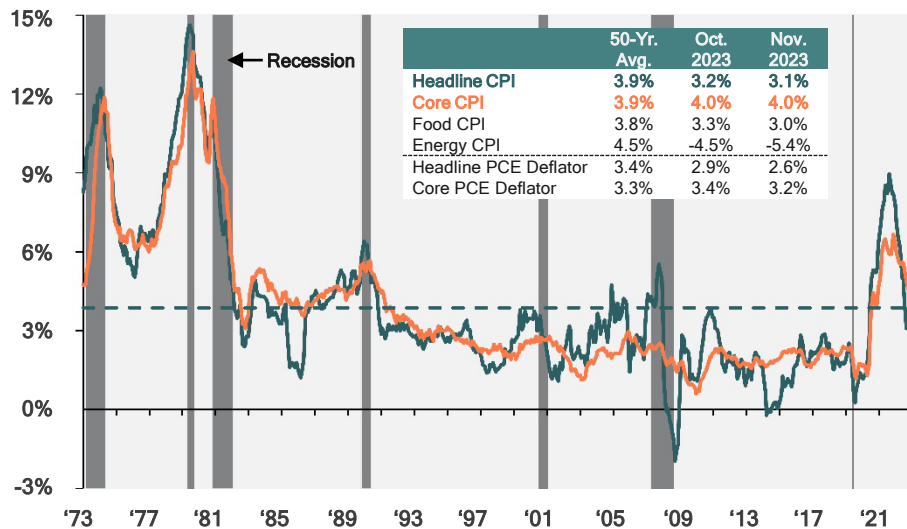
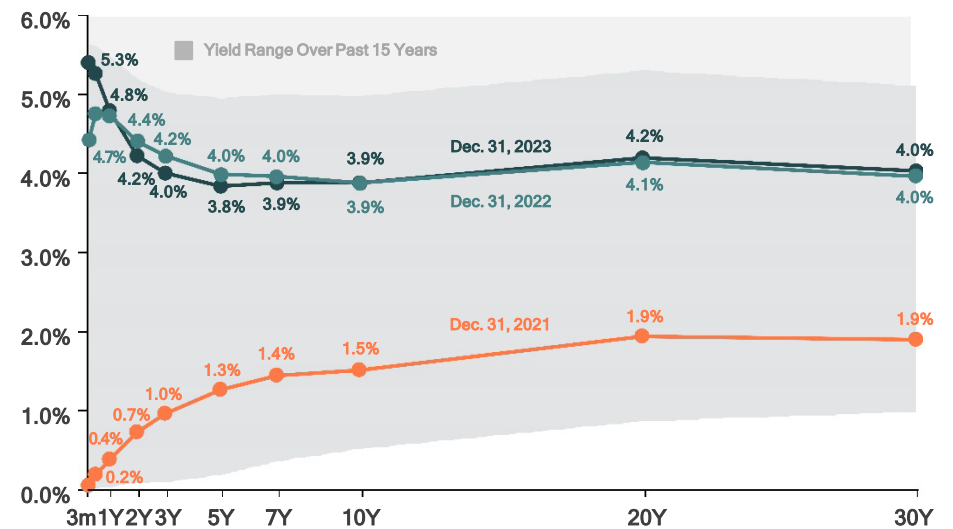


Figure 2: Yield Curve
U.S. Treasury Yield Curve



Data as of December 31, 2023. The Purchasing Managers' Index (PMI) is an index of the prevailing direction of economic trends in the manufacturing and service sectors. Figure 1 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. Figure 2 data is obtained from FactSet, Federal Reserve and J.P. Morgan Asset Management and is assumed to be reliable. **Past performance is no guarantee of future results.** 19

Market Commentary

Expectations for 2024



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- We view the outlook for 2024 as mostly positive with outside exogenous factors supporting economic growth.
- As it is an election year, our expectation is that the Administration will continue to find opportunities to support U.S. output.
- We believe there have been early signs of the market broadening and any continuation of that is supportive of a more positive outlook.

Figure 3: S&P 500® Index Relative to the Magnificent 7

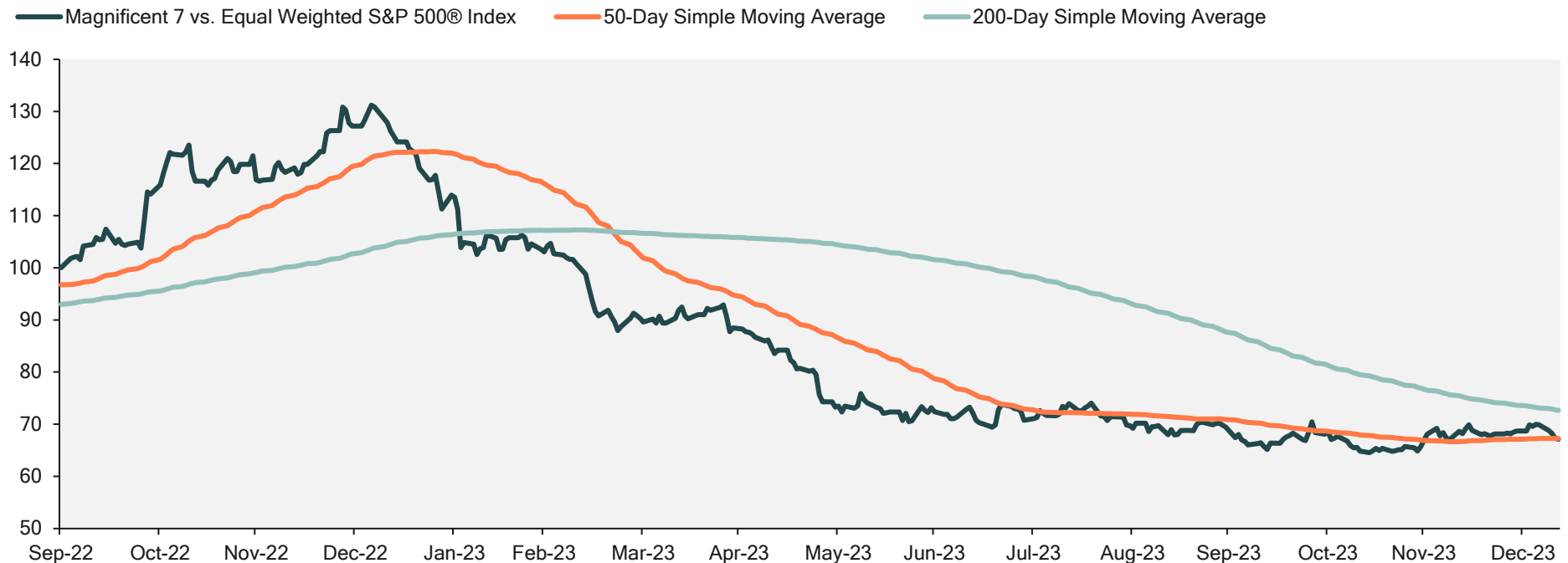


Figure 3 data is as of January 11, 2024, is obtained from Strategas and is assumed to be reliable. This information is being provided by Kayne Anderson Rudnick Investment Management, LLC ("KAR") for illustrative purposes only. This Information is not intended by KAR to be interpreted as investment advice, a recommendation or solicitation to purchase securities, or a recommendation of a particular course of action and has not been updated since the date listed, and KAR does not undertake to update the information presented. KAR makes no warranty as to the accuracy or reliability of the information contained herein. The Magnificent 7 is comprised of Alphabet, Amazon, Apple, Meta Platforms, Microsoft, NVIDIA, and Tesla. The S&P 500® Index is a free-float market capitalization-weighted index of 500 of the largest U.S. companies. The index is calculated on a total return basis with dividends reinvested. The index is unmanaged, its returns do not reflect any fees, expenses, or sales charges, and is not available for direct investment. A simple moving average (SMA) is an arithmetic moving average calculated by adding recent prices and then dividing that figure by the number of time periods in the calculation average. **Past performance is no guarantee of future results.**

- Overall, we believe equity valuations appear fair, but there is greater divergence by style and by size.
- The breadth of quality within small and mid-cap companies is wide and we believe active management is important in these asset classes.

Figure 4: P/E Relative to Past 25 Years
Large Cap Expensive, Mid and Small Caps Attractive

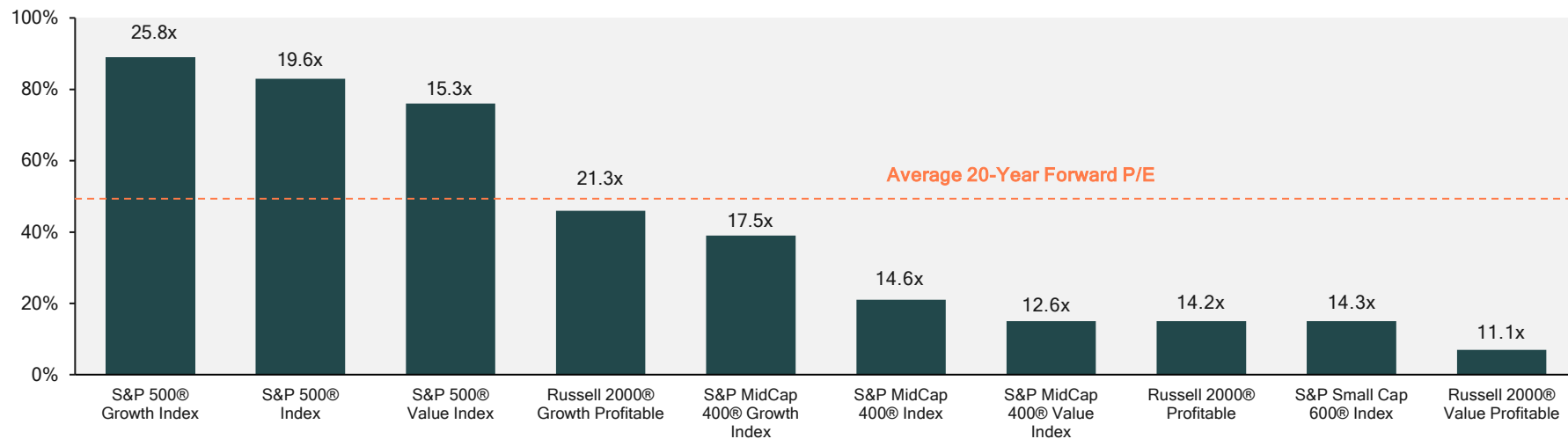


Figure 4 data as of January 12, 2024. Data is obtained from systems believed by KAR to be reliable. Russell indexes use TTM P/E and exclude negative earners. Forward price-to-earnings (forward P/E) is a version of the ratio of price-to-earnings (P/E) that uses forecasted earnings for the P/E calculation. The price-to-earnings ratio is the ratio for valuing a company that measures its current share price relative to its earnings per share (EPS). The information provided in this chart is for illustrative purposes only. This material is not intended to be relied upon as a forecast, research or investment advice, and is not a recommendation, offer, or solicitation to buy or sell any securities or to adopt any investment strategy. KAR does not undertake to update the information presented. The S&P 500@Growth Index measures growth stocks using three factors: sales growth, the ratio of earnings change to price, and momentum. S&P Style Indices divide the complete market capitalization of each parent index into growth and value segments. Constituents are drawn from the S&P 500@Index. The S&P 500@ Index is a free-float market capitalization-weighted index of 500 of the largest U.S. companies. The S&P 500@Value Index measures value stocks using three factors: the ratios of book value, earnings, and sales to price. S&P Style Indices divide the complete market capitalization of each parent index into growth and value segments. Constituents are drawn from the S&P 500@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 Russell 2000@ Growth Index is a market capitalization-weighted index of growth-oriented stocks of the smallest 2,000 companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The Russell 2000@ Value Index is a market capitalization-weighted index of value-oriented stocks of the smallest 2,000 companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. "Profitable" indices use trailing 12-months P/E and exclude negative earners. The S&P Mid Cap 400@ Growth Index measures growth stocks using three factors: sales growth, the ratio of earnings change to price, and momentum. S&P Style Indices divide the complete market capitalization of each parent index into growth and value segments. Constituents are drawn from the S&P Mid Cap 400@ Value Index. The S&P Mid Cap 400@ provides investors with a benchmark for mid-sized companies. The index, which is distinct from the large-cap S&P 500®, is designed to measure the performance of 400 mid-sized companies, reflecting the distinctive risk and return characteristics of this market segment. The S&P SmallCap 600@ seeks to measure the small-cap segment of the U.S. equity market. The index is designed to track companies that meet specific inclusion criteria to ensure that they are liquid and financially viable. The indices are calculated on a total return basis with dividends reinvested. The indices are unmanaged, their returns do not reflect any fees, expenses, or sales charges, and they are not available for direct investment.

Past performance is no guarantee of future results.

Market Commentary

Valuations of High Quality vs. Low Quality Stocks



Kayne Anderson Rudnick
Investment Management

- High quality stocks do not appear to be receiving the typical premium they enjoy and in our view many quality names appear reasonably priced.
- We believe higher quality names that are not dependent on capital markets for funding are better positioned to protect for unforeseen risks.

Figure 5: High Quality vs. Low Quality Price to Earnings Ratio
Russell 1000® Index vs. Russell 2000® Index

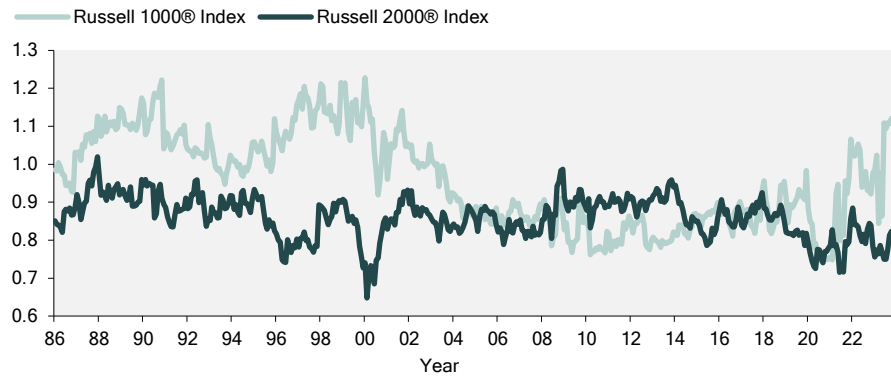


Figure 6: High Quality vs. Low Quality Price to Book Ratio
Russell 1000® Index vs. Russell 2000® Index

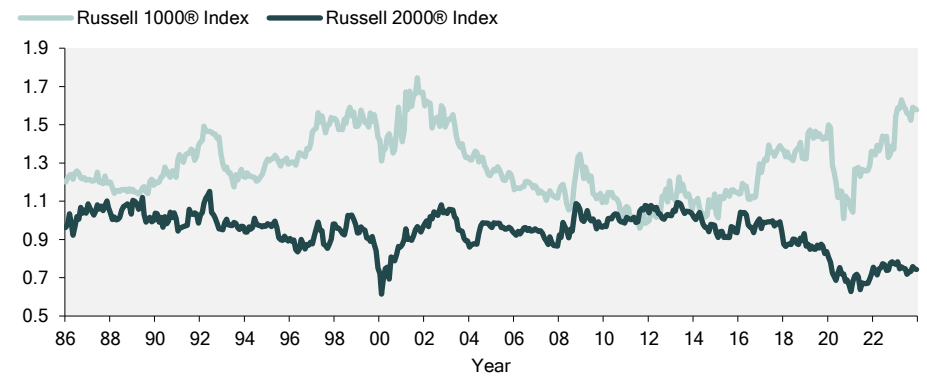
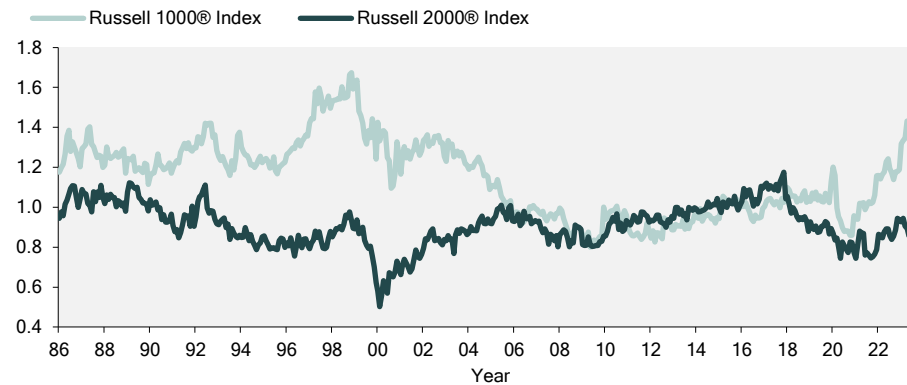


Figure 7: High Quality vs. Low Quality Price to Sales Ratio
Russell 1000® Index vs. Russell 2000® Index



Data as of December 31, 2023, is obtained from FactSet and is assumed to be reliable. High Quality is defined as stocks with a quality ranking of B+ or higher. Low Quality is defined as stocks with a quality ranking of B or less. The Russell 1000® Index measures the performance of the large-cap segment of the US equity universe. It is a subset of the Russell 3000® Index and includes approximately 1,000 of the largest securities based on a combination of their market cap and current index membership. 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 indices are calculated on a total return basis with dividends reinvested. The indices are unmanaged, their returns do not reflect any fees, expenses, or sales charges, and they are not available for direct investment.

Past performance is no guarantee of future results.

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

Sector Weights

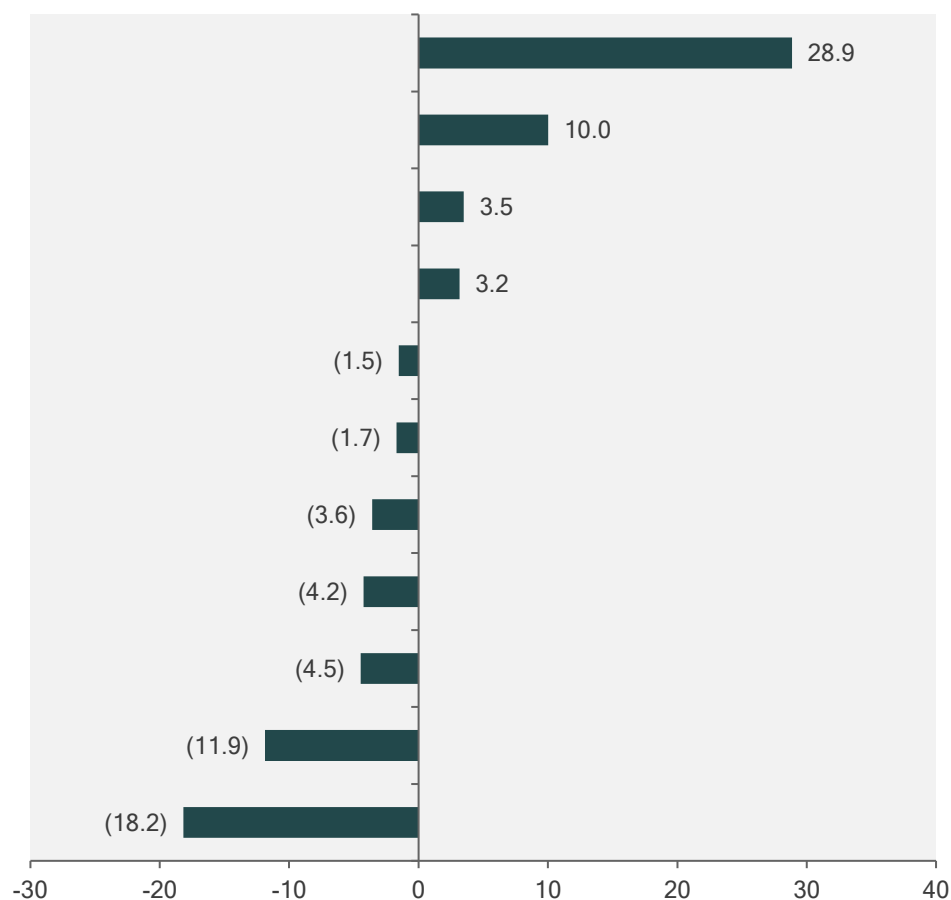
Small Cap Sustainable Growth Portfolio
As of December 31, 2023



Kayne Anderson Rudnick
Investment Management

Sectors	KAR Small Cap Sustainable Growth (%)	Russell 2000® Growth Index (%)
Financials	35.2	6.3
Communication Services	12.2	2.2
Information Technology	25.2	21.7
Consumer Discretionary	14.2	11.1
Utilities	—	1.5
Real Estate	—	1.7
Consumer Staples	0.9	4.5
Materials	—	4.2
Energy	—	4.5
Industrials	8.1	19.9
Health Care	4.2	22.4

Underweight/Overweight (%)



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

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.

Top Ten Holdings

Small Cap Sustainable Growth Portfolio

As of December 31, 2023



Kayne Anderson Rudnick
Investment Management

Top 10 Holdings	GICS Sector	% of Portfolio
Morningstar	Financials	7.9
Ryan Specialty	Financials	7.7
AAON	Industrials	6.7
Auto Trader	Communication Services	6.4
ServisFirst Bancshares	Financials	4.9
Interactive Brokers Group	Financials	4.9
Rightmove	Communication Services	4.7
Fox Factory	Consumer Discretionary	4.7
Endava	Information Technology	4.6
nCino	Information Technology	4.4
Total		56.8

Research confidence leads to large active weights

	KAR Small Cap Sustainable Growth	Russell 2000® Growth Index
# of Holdings	29	1,074
Average Position Size (%)	3.4	0.1
Weight of Top Ten Holdings (%)	56.8	6.5
Active Share (%)	97.3	—

The strategy benefits from diversification while still taking significant active positions

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Returns

Small Cap Sustainable Growth Portfolio



Kayne Anderson Rudnick
Investment Management

Annualized Performance

Periods Ending 12/31/23	Gross (%)	Net (%)	Index (%)	Excess Return - Net (bps)
Fourth Quarter	6.77	5.99	12.75	(676)
1 Year	20.87	17.34	18.66	(132)
3 Years	(3.69)	(6.55)	(3.50)	(305)
5 Years	11.67	8.39	9.22	(83)
7 Years	15.67	12.28	8.08	421
10 Years	14.16	10.81	7.16	365
Since Inception*	11.11	7.85	6.53	132

Calendar Year Performance

Periods Ending 12/31	Gross (%)	Net (%)	Index (%)	Excess Return - Net (bps)
2023	20.87	17.34	18.66	(132)
2022	(30.08)	(32.21)	(26.36)	(585)
2021	5.69	2.58	2.83	(26)
2020	39.37	35.35	34.63	72
2019	39.46	35.45	28.48	696
2018	12.53	9.23	(9.31)	1,854
2017	41.79	37.72	22.17	1,555
2016	26.59	22.92	11.32	1,160
2015	1.91	(1.11)	(1.38)	27
2014	5.16	2.06	5.60	(354)
2013	40.55	36.50	43.30	(680)
2012	12.38	9.08	14.59	(550)
2011	18.59	15.13	(2.91)	1,803
2010	15.44	12.06	29.09	(1,703)
2009	39.32	35.50	34.47	103
2008	(33.73)	(35.92)	(38.54)	262
2007	(0.61)	(3.56)	7.05	(1,061)
2006	15.47	12.16	13.35	(118)
2005	2.71	(0.32)	4.15	(447)
2004	13.42	10.15	14.31	(416)
2003	39.90	36.06	48.54	(1,249)
2002	(23.82)	(26.25)	(30.26)	401
2001	0.48	(2.56)	(9.23)	667
2000	6.28	3.17	(22.43)	2,560
1999	31.19	27.54	43.09	(1,555)
1998	3.33	0.27	1.23	(96)

*January 1, 1998

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 final. 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. Returns could be reduced, or losses incurred, due to currency fluctuations.

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, medium, or large-sized companies may enhance that risk. **Sector Focused Investing:** Events negatively affecting a particular industry or market sector in which the portfolio focuses its investments may cause the value of the portfolio to decrease. **Foreign Investing:** Investing in foreign securities subjects the portfolio to additional risks such as increased volatility; currency fluctuations; less liquidity; less publicly available information about the foreign investment; and political, regulatory, economic, and market 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.

Risk-Return Analysis

Small Cap Sustainable Growth Portfolio

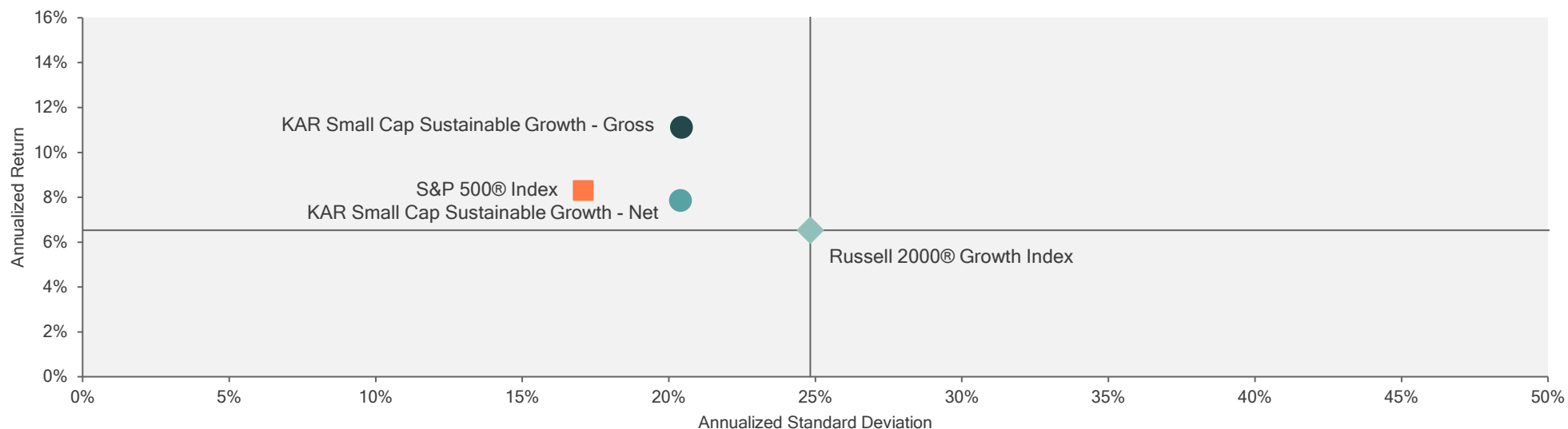
Inception* to December 31, 2023



Kayne Anderson Rudnick
Investment Management

Meaningful Excess Return with Lower Volatility

Annualized Since Inception*



Performance Statistics

Annualized Since Inception*

	Annualized Return (%)	Alpha (%)	Sharpe Ratio	Information Ratio	Tracking Error	Standard Deviation (%)	Beta	Downside Capture
KAR Small Cap Sustainable Growth - Gross	11.11	5.40	0.45	0.40	11.54	20.44	0.73	58.23
KAR Small Cap Sustainable Growth - Net	7.85	2.29	0.29	0.11	11.55	20.40	0.73	64.83
Russell 2000® Growth Index	6.53	0.00	0.18	N/A	N/A	24.83	1.00	100.00

*January 1, 1998

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

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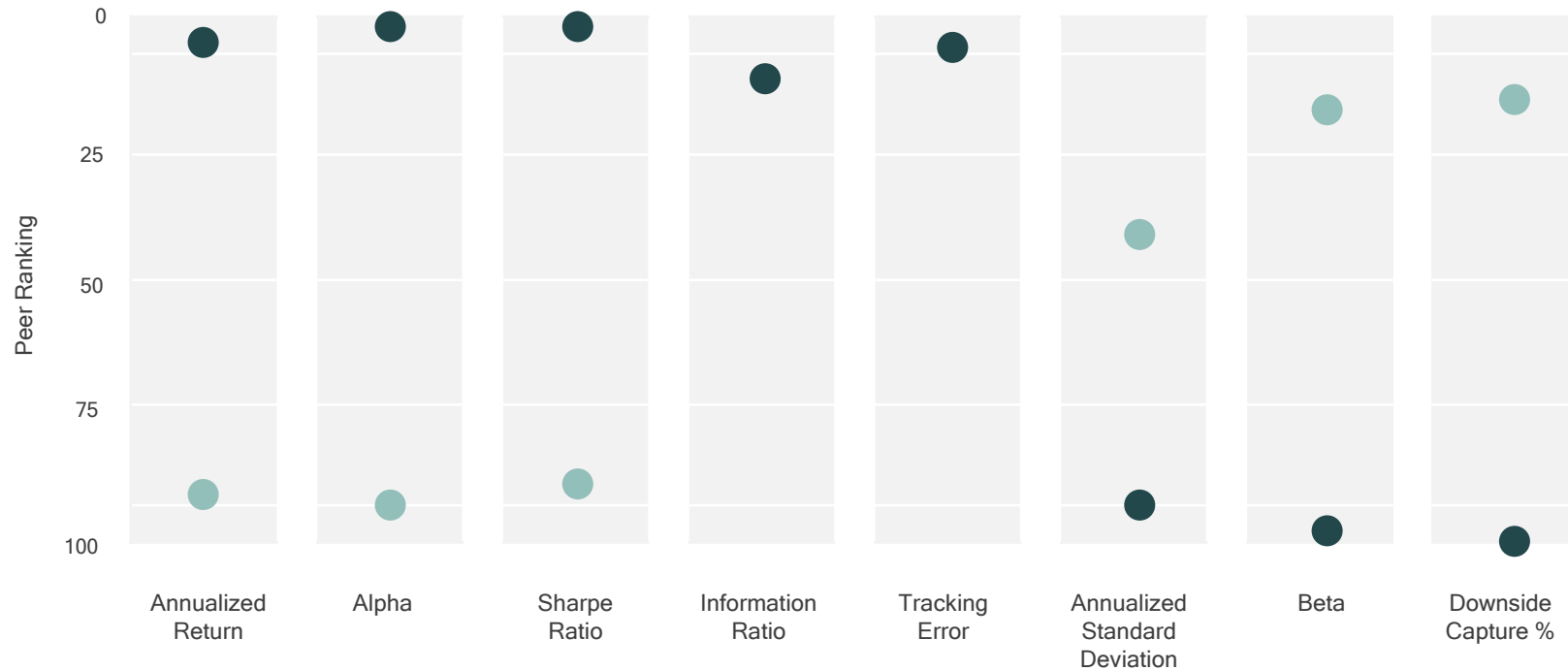
Peer Comparison

Small Cap Sustainable Growth Portfolio

Ten Years Ending December 31, 2023



Kayne Anderson Rudnick
Investment Management



KAR Small Cap Sustainable Growth
 Russell 2000[®] Growth Index
 Small Cap Growth Universe

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

*The eVestment Small Cap Growth Universe includes 138 managers categorized in the small cap growth asset class by eVestment. KAR does not pay any fees to be included in the eVestment Small Cap Growth Universe or for the ranking itself. KAR does pay fees for the use of certain products and services provided by eVestment. eVestment rankings are based on gross of fee returns. Gross of fee returns will be reduced by investment managements fees and other expenses that may be incurred in the management of the account. Management fees are described in KAR's Form ADV Part 2A, which is available upon request and can also be found at <https://kayne.com/wp-content/uploads/ADV-Part-2A.pdf>. Returns could be reduced or losses incurred due to currency fluctuations. **Past performance is no guarantee of future results.***

Disclosure

Small Cap Sustainable Growth (Wrap) Composite



Kayne Anderson Rudnick
Investment Management

Year	Composite Pure Gross Return* (%)	Composite Net Return (%)	Russell 2000® Growth Index Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Number of Accounts	Internal Dispersion (%)	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2013	40.55	36.50	43.30	11.96	17.52	26	0.58	23	7,841
2014	5.16	2.06	5.60	11.97	14.02	23	0.30	20	7,989
2015	1.91	(1.11)	(1.38)	13.80	15.16	24	0.25	36	8,095
2016	26.59	22.92	11.32	14.67	16.91	24	0.38	53	9,989
2017	41.79	37.72	22.17	12.94	14.80	26	0.41	119	14,609
2018	12.53	9.23	(9.31)	14.68	16.69	48	0.52	269	17,840
2019	39.46	35.45	28.48	15.20	16.60	81	0.26	370	25,685
2020	39.37	35.35	34.63	20.75	25.46	89	0.52	532	39,582
2021	5.69	2.58	2.83	18.36	23.40	95	0.21	552	47,269
2022	(30.08)	(32.21)	(26.36)	21.92	26.57	79	0.17	318	33,531

*Pure gross returns are supplemental to net returns.

The Russell 2000® Growth 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, 2022.

A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis.

The Small Cap Sustainable Growth Wrap Composite has had a performance examination for the period from January 1, 1999 through December 31, 2022. The verification and performance examination reports are available upon request.

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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 Sustainable Growth Wrap Portfolios. Small Cap Sustainable Growth Wrap Portfolios are invested in equity securities with market capitalizations in line with the Russell 2000® Growth 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® Growth Index. The Russell 2000® Growth Index is a market capitalization-weighted index of growth-oriented stocks 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 inception date of the composite is January 1998. The composite was created in July 2003. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request. The firm's list of composite descriptions, list of broad distribution pooled fund and the list of limited distribution pooled funds descriptions 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. All portfolios included in this composite for all periods are wrap portfolios.

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 2A 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. 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 measures the variability of the composite (using pure gross returns) and the benchmark for the 36-month period.