



Kayne Anderson Rudnick
Investment Management

Mid Cap Core Portfolio
Managed Accounts
First Quarter 2022

kayne.com

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Firm Overview

As of March 31, 2022



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 | \$57.0 billion* |
| Number of Equity Investment Professionals | 17 |
| Average Investment Experience | 18 Years |

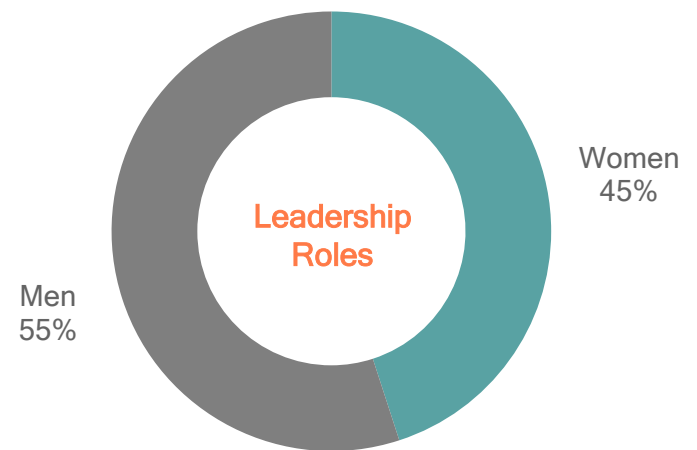
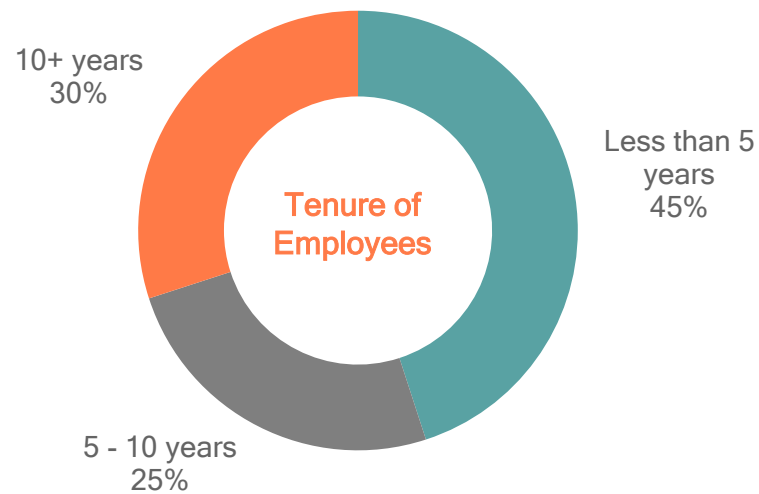
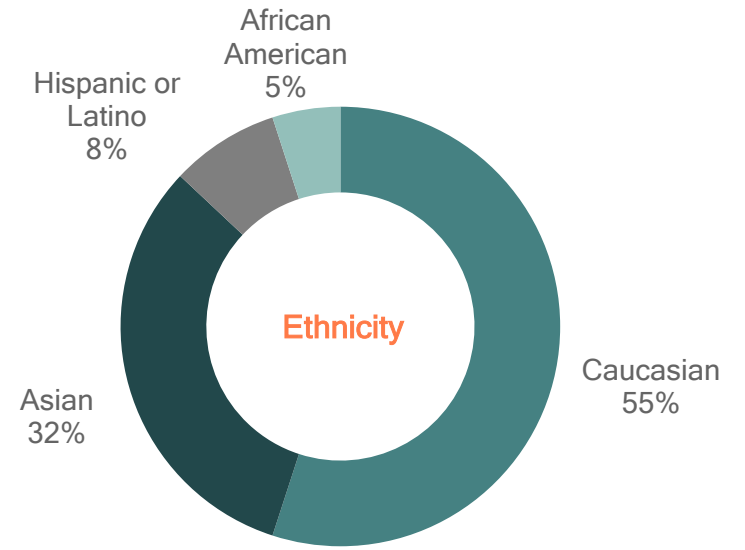
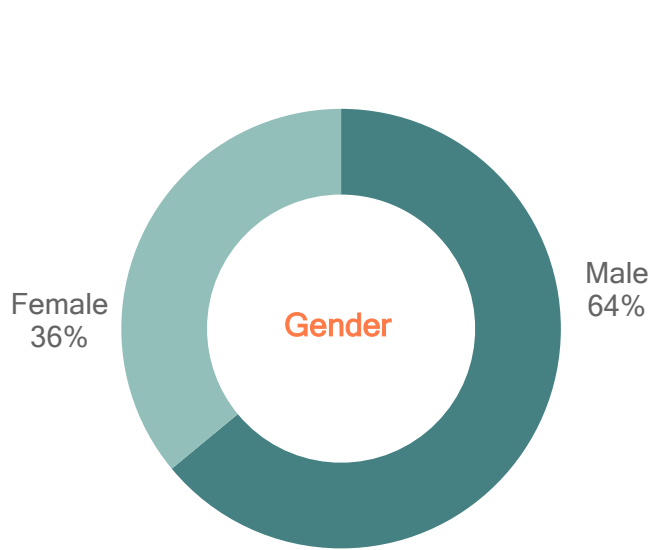
*Figures in USD.

Employee Statistics

As of March 31, 2022



Kayne Anderson Rudnick
Investment Management



Numbers may not always add up due to rounding.

Mid Cap Core Team



Kayne Anderson Rudnick
Investment Management

| Portfolio Manager/Analysts | Responsibility | Research Experience | Years with KAR |
|----------------------------|-----------------------------------------------------------------------------------|-----------------------|----------------|
| Douglas S. Foreman, CFA | Chief Investment Officer | 36 Years | 11 Years |
| Jon Christensen, CFA | Portfolio Manager and Senior Research Analyst Sector Coverage: Health Care | 27 Years | 21 Years |
| Craig Stone | Portfolio Manager and Senior Research Analyst Sector Coverage: Industrials | 33 Years | 22 Years |
| Todd Bailey, CFA | Senior Research Analyst Sector Coverage: Energy and Communication Services | 23 Years | 20 Years |
| Julie Biel, CFA | Senior Research Analyst Sector Coverage: Information Technology | 14 Years | 9 Years |
| Julie Kutasov | Senior Research Analyst Sector Coverage: Materials and Industrials | 21 Years | 21 Years |
| Chris Wright, CFA | Senior Research Analyst Sector Coverage: Financials and Real Estate | 10 Years | 10 Years |
| Sean Dixon | Research Analyst Sector Coverage: Consumer Discretionary and Industrials | 14 Years | 4 Years |
| Adam Xiao, CFA | Research Analyst Sector Coverage: Consumer Staples, Financials and Industrials | 9 Years | 4 Years |
| Jordan Greenhouse | Managing Director - Senior Client Portfolio Manager | 25 Years [†] | 6 Years |
| James B. May, CFA | Managing Director - Client Portfolio Manager | 34 Years [†] | 3 Years |
| Jason Pomatto | Director - Client Portfolio Manager | 28 Years [†] | <1 Year |

[†]Represents years of industry experience.

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 Midcap[®] 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

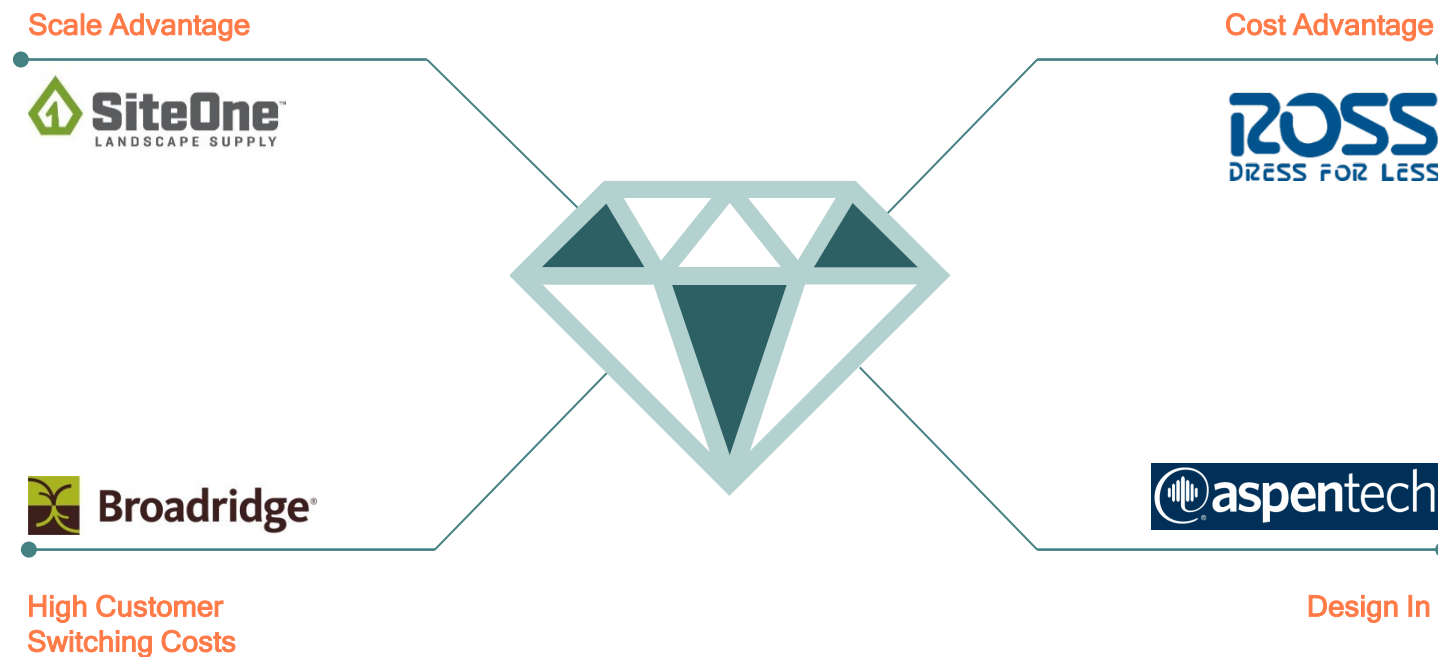
- Cultivates Competitive Advantage
- Rational Capital Allocation
- Considers Stakeholder Interests



HIGH QUALITY BUSINESS

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

Examples of High-Quality Business Models



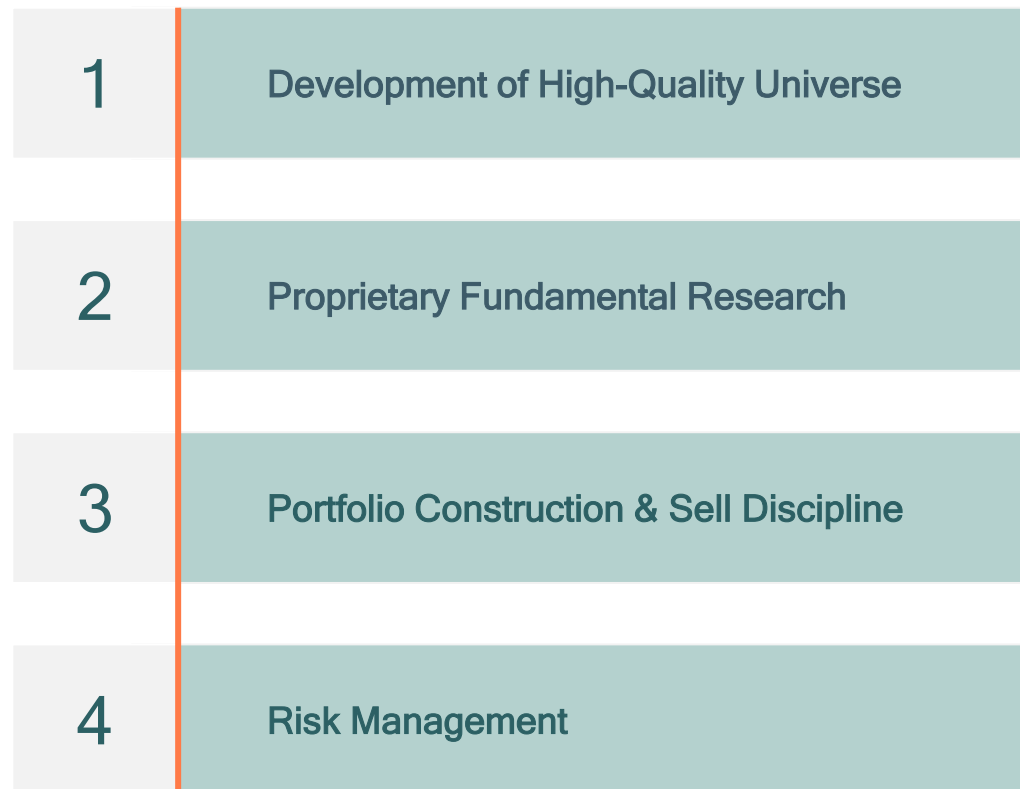
The securities presented on this page are chosen based upon objective, non-performance based criteria and are current holdings of the strategy. Companies are chosen to exemplify diversification. We typically select companies that operate in large, vast industries, but have overwhelming market share for their particular niches. All information is provided for informational purposes only and should not be deemed as a recommendation to purchase the securities mentioned. It should not be assumed that securities recommended in the future will be profitable. A complete list of portfolio holdings and specific security transactions for the preceding 12 months is available upon request. Holdings are subject to change. Individual investors' holdings may differ slightly.

Investment Process Overview

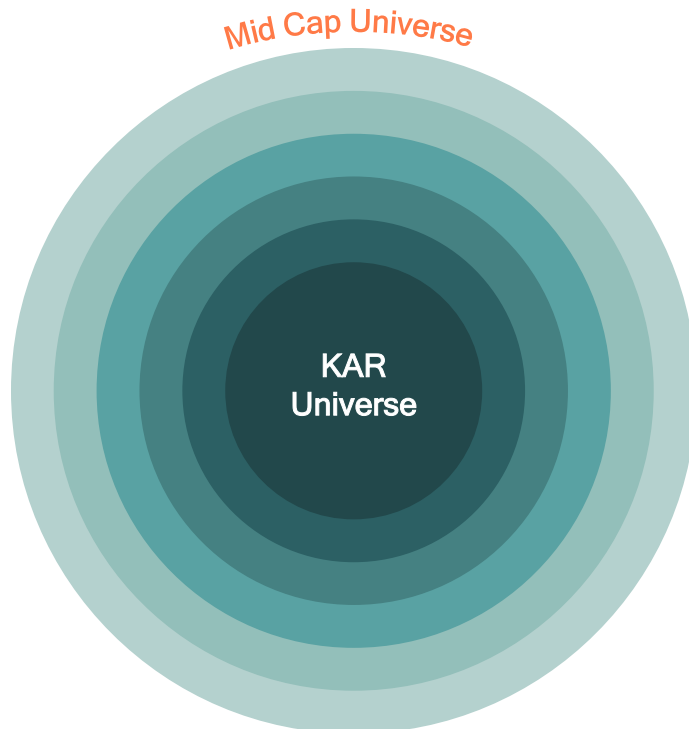
A Business Analyst Approach



Kayne Anderson Rudnick
Investment Management



We source our investment universe in a number of ways



Quantitative Screens

- High return on capital over a full economic cycle
- Long and resilient earnings history
- High return on net operating assets
- Minimal debt

Other Resources

- Research on existing portfolio holdings
- Meetings with companies
- Industry reviews
- Investment conferences
- Third-party research



Research analysts and portfolio managers work together to develop in-depth business knowledge



Qualitative Analysis

Purpose: Determine if competitive advantage exists and evaluate its strength.

- Review regulatory filings, company materials, industry data, and third party research
- Conduct comprehensive interviews with management; contact other relevant parties
- Understand basis of competition within industry
- Assess competitive threats and obsolescence risk: What protects the business?

Financial Analysis

Purpose: Evaluate source, level, and sustainability of economic profitability.

- Seek: High and resilient return on capital
- Seek: Persistent earning power
- Seek: Abundant discretionary cash flow
- Seek: Under-levered balance sheet
- Assess management's capital allocation practices; favor high insider ownership

Valuation Analysis

Purpose: Estimate total return over several year period; compare to other opportunities considering varying levels of certainty

- Consider economic earning power in relation to enterprise value
- In our view, mispricing can be created by: Underfollowed company, investors' over-reaction to short-term challenges, improved competitive position not yet recognized

Investment Guidelines

| | |
|--------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Position Weights | <ul style="list-style-type: none">• 25-35 holdings• Maximum initial position size is 5% (at cost)• Maximum position size is 10% (at market) |
| Sector Tolerances | <ul style="list-style-type: none">• Seek broad diversification, but no sector constraints |
| Non-U.S. Holdings | <ul style="list-style-type: none">• Up to 20% |
| Holding Period | <ul style="list-style-type: none">• Typically 3-to-5 years, but is often longer• Portfolio turnover typically 25% to 35% |
| Cash Levels | <ul style="list-style-type: none">• Typically will not exceed 10% once a portfolio is fully invested; review by CIO triggered if over 10% |

Sell Discipline

| | |
|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Extended Valuation | <ul style="list-style-type: none">• Significant premium to intrinsic value• Expected annual return insufficient |
| Portfolio Upgrade | <ul style="list-style-type: none">• Better business• Better price |
| Acquisition Activity | <ul style="list-style-type: none">• Our holding acquired at an attractive premium• Our holding acquires a company diminishing its business or value |
| Negative Company or Industry Changes | <ul style="list-style-type: none">• Position review research report written for any of the following conditions:<ul style="list-style-type: none">- Stock price declines 20% or more in a short time period absent a broad market decline- Validity deteriorates for one or more of the reasons for purchase- Credit-quality profile deteriorates• Quality parameters reviewed by the Chief Investment Officer with the Portfolio Managers |

4 | Investment Process

Risk Management–Investment Oversight



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Our risk management begins with our high-quality investment approach

Risk Management

| | |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Investment Philosophy | <ul style="list-style-type: none">• Focus on “high-quality” companies• Company’s “business risk” is primary risk control factor |
| Portfolio Level Controls | <ul style="list-style-type: none">• Broad sector diversification• Individual security weights initiated at 1% to 5% of portfolio |
| Position Reviews | <ul style="list-style-type: none">• “Position Review” report when a portfolio holding declines 20% absent a broad market decline• Re-validate reasons for original purchase or sell position |

Portfolio Monitoring

| | |
|--------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| CIO/PM Meetings | <ul style="list-style-type: none">• Chief Investment Officer and the Portfolio Managers meet to review, discuss, and explain each strategy’s portfolio positioning and its performance |
| Research Meetings | <ul style="list-style-type: none">• Formal meetings to discuss and evaluate portfolio holdings and overall industry trends |

4 | Investment Process

Risk Management–Independent Oversight

Our risk management process also includes independent oversight to ensure that business and investment risk is thoroughly evaluated from multiple viewpoints

| | |
|------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Risk and Compliance Committee | Oversees all business and regulatory risk |
| Portfolio Oversight Committee (Reports to Risk and Compliance Committee) | Oversees all investment and strategy risk |
| Performance, Analytics & Risk Department | Produces all reporting and quantitative measures of risk |
| Risk Management Systems | <ul style="list-style-type: none">• FactSet Attribution and Performance Analytics• MSCI Barra Risk Model• ICE Liquidity Risk Management |

Portfolio Characteristics

Higher Quality, Stronger, More Consistent Growth, & Better Value
Mid Cap Core Portfolio – As of March 31, 2022



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| | KAR Mid Cap Core | Russell Midcap® Index |
|------------------------------------------------|------------------|-----------------------|
| Quality | | |
| Return on Equity—Past 5 Years | 21.0% | 15.5% |
| Total Debt/EBITDA | 3.8 x | 4.1 x |
| Earnings Variability—Past 10 Years | 39.0% | 64.8% |
| Growth | | |
| Earnings Per Share Growth—Past 5 Years | 15.7% | 13.5% |
| Earnings Per Share Growth—Past 10 Years | 14.4% | 9.7% |
| Dividend Per Share Growth—Past 5 Years | 9.4% | 6.0% |
| Dividend Per Share Growth—Past 10 Years | 8.9% | 9.0% |
| Capital Generation—{ROE x (1-Payout)} | 15.6% | 11.1% |
| Value | | |
| P/E Ratio—Trailing 12 Months | 29.9 x | 24.5 x |
| Dividend Yield | 0.7% | 1.4% |
| Free Cash Flow Yield† | 2.9% | 3.3% |
| Market Characteristics | | |
| \$ Weighted Average Market Cap—3-Year Average | \$15.2 B | \$19.3 B |
| Largest Market Cap—3-Year Average | \$47.7 B | \$62.5 B |
| Annualized Standard Deviation—Since Inception* | 15.7% | 19.5% |

In a market of average businesses, we seek to own protected proprietary businesses that generate exceptional returns on shareholders' capital without employing significant debt.

In a market of cyclical businesses requiring growth capital from fickle markets, we seek to own companies producing self-funded strong, consistent growth sustainable into the future.

And we have historically been able to achieve this high quality and strong growth at a discount valuation to the market.

*January 1, 2000

†Free cash flow data is as of December 31, 2021. Prices are as of March 31, 2022. Excludes financials.

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

Summary of Key Differentiators

We Seek to Manage Risk and Generate Returns Differently



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| | CLASSIC APPROACH* | KAR APPROACH† |
|---------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| RISK | <p>stock portfolio 75</p> <p>No stock can help or hurt more than 2%</p> <p>1% to 2% positions</p> | <p>stock portfolio 25-35</p> <ul style="list-style-type: none"> Minimal business risk Minimal balance sheet risk Minimal profit risk <p>3% to 10% positions in high-quality companies</p> |
| 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.

† There is no guarantee that the portfolio will meet its objective.

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

Sector Weights

Mid Cap Core Portfolio

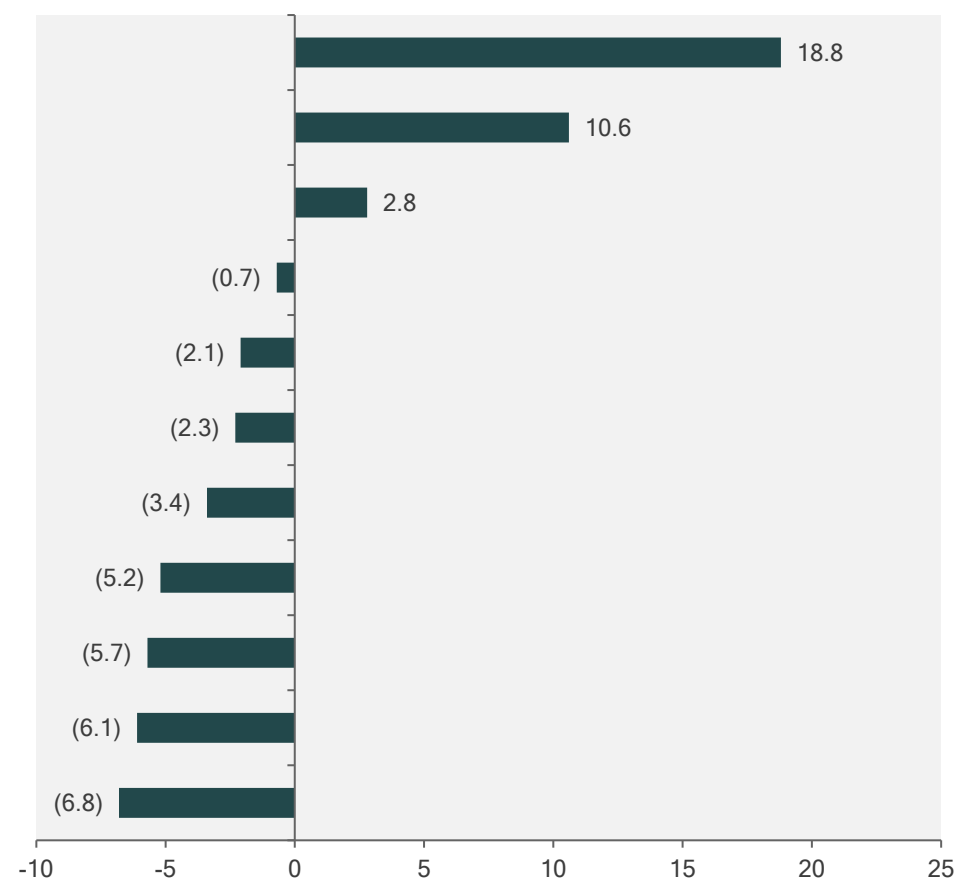
As of March 31, 2022



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| Sectors | KAR Mid Cap Core (%) | Russell Midcap® Index (%) |
|------------------------|----------------------|---------------------------|
| Industrials | 33.3 | 14.5 |
| Health Care | 21.5 | 10.9 |
| Financials | 15.7 | 12.9 |
| Consumer Staples | 3.2 | 3.8 |
| Information Technology | 15.5 | 17.6 |
| Consumer Discretionary | 9.2 | 11.4 |
| Communication Services | — | 3.4 |
| Utilities | — | 5.2 |
| Energy | — | 5.7 |
| Materials | — | 6.1 |
| Real Estate | 1.7 | 8.5 |

Underweight/Overweight (%)



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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

Mid Cap Core Portfolio
As of March 31, 2022



Kayne Anderson Rudnick
Investment Management

| Top 10 Holdings | GICS Sector | % of Portfolio |
|------------------------------|------------------------|----------------|
| AMETEK | Industrials | 5.5 |
| Aspen Technology | Information Technology | 5.5 |
| Globus Medical | Health Care | 5.0 |
| West Pharmaceutical Services | Health Care | 4.8 |
| Azenta | Health Care | 4.5 |
| Cooper Companies | Health Care | 4.3 |
| Exponent | Industrials | 4.3 |
| Dolby Laboratories | Information Technology | 4.1 |
| W. R. Berkley | Financials | 3.9 |
| Verisk Analytics | Industrials | 3.7 |
| Total | | 45.6 |

Research confidence leads to large active weights

| | KAR Mid Cap Core | Russell Midcap® Index |
|--------------------------------|------------------|-----------------------|
| # of Holdings | 30 | 824 |
| Average Position Size (%) | 3.3 | 0.1 |
| Weight of Top Ten Holdings (%) | 45.6 | 4.8 |
| Active Share (%) | 96.5 | — |

The strategy benefits from diversification while still taking significant active positions

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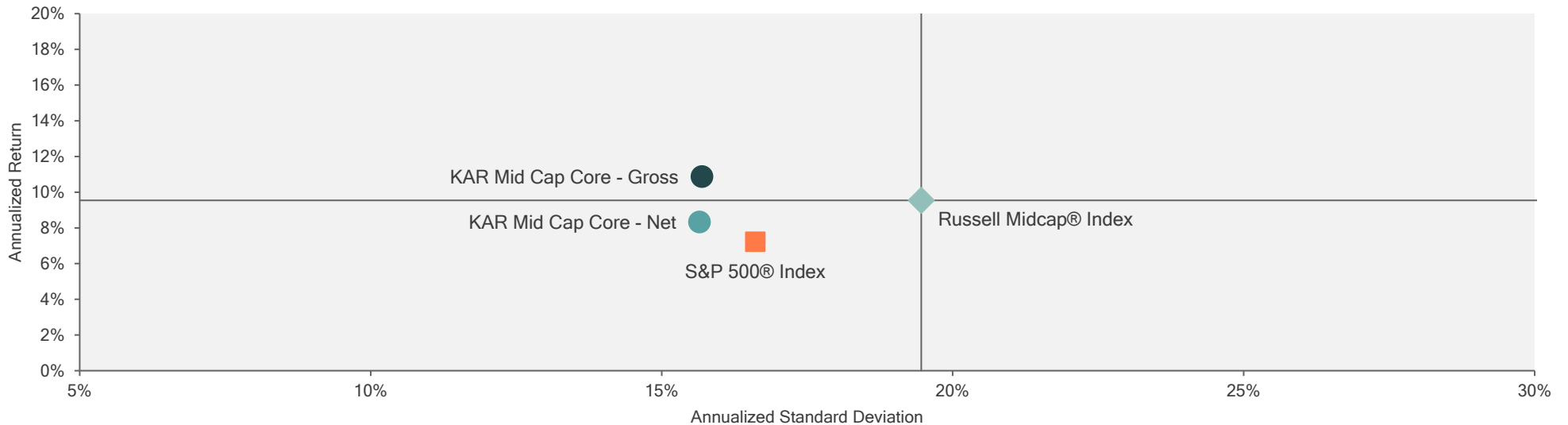
Strong Risk-Adjusted Returns

Mid Cap Core Portfolio
Inception* to March 31, 2022



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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 Mid Cap Core | 2.93 | 0.60 | 15.69 | 12.28 | 0.75 | 7.32 |
| Russell Midcap® Index | 0.00 | 0.41 | 19.46 | 15.01 | 1.00 | 0.00 |

*January 1, 2000

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

Peer Comparison

Mid Cap Core Portfolio

Ten Years Ending March 31, 2022



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

The Mid Cap Core Universe includes all managers categorized in the mid 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.** Returns could be reduced, or losses incurred, due to currency fluctuations. 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

Mid Cap Core Portfolio



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Annualized Performance

| Periods Ending 3/31/22 | Gross (%) | Net (%) | Index (%) | Excess Return - Net (bps) |
|------------------------|-----------|---------|-----------|---------------------------|
| First Quarter | (11.52) | (12.22) | (5.68) | (654) |
| 1 Year | 5.28 | 2.17 | 6.92 | (475) |
| 3 Years | 17.73 | 14.29 | 14.89 | (60) |
| 5 Years | 16.60 | 13.18 | 12.62 | 56 |
| 7 Years | 13.90 | 10.78 | 10.68 | 10 |
| 10 Years | 15.37 | 12.76 | 12.85 | (10) |
| Since Inception* | 10.88 | 8.33 | 9.54 | (122) |

Calendar Year Performance

| Periods Ending 12/31 | Gross (%) | Net (%) | Index (%) | Excess Return - Net (bps) |
|----------------------|-----------|---------|-----------|---------------------------|
| 2021 | 25.64 | 21.99 | 22.58 | (60) |
| 2020 | 26.23 | 22.56 | 17.10 | 545 |
| 2019 | 32.71 | 28.87 | 30.54 | (167) |
| 2018 | (3.24) | (6.11) | (9.06) | 295 |
| 2017 | 26.60 | 22.92 | 18.52 | 441 |
| 2016 | 12.24 | 8.95 | 13.80 | (485) |
| 2015 | 3.87 | 2.73 | (2.44) | 517 |
| 2014 | 17.88 | 16.68 | 13.22 | 347 |
| 2013 | 28.48 | 27.15 | 34.76 | (761) |
| 2012 | 16.27 | 14.45 | 17.28 | (282) |
| 2011 | 4.29 | 2.95 | (1.55) | 449 |
| 2010 | 19.46 | 17.99 | 25.48 | (749) |
| 2009 | 21.47 | 19.16 | 40.48 | (2,132) |
| 2008 | (28.78) | (30.29) | (41.46) | 1,117 |
| 2007 | 6.19 | 4.20 | 5.60 | (140) |
| 2006 | 13.10 | 10.91 | 15.26 | (436) |
| 2005 | 8.79 | 5.56 | 12.65 | (709) |
| 2004 | 15.29 | 11.86 | 20.22 | (836) |
| 2003 | 26.67 | 23.03 | 40.06 | (1,703) |
| 2002 | (12.62) | (15.26) | (16.19) | 92 |
| 2001 | (2.76) | (5.59) | (5.62) | 3 |
| 2000 | 21.54 | 17.94 | 8.25 | 969 |

*January 1, 2000

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.

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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.

Biographies

Mid Cap Core Team



Kayne Anderson Rudnick
Investment Management



Douglas S. Foreman, CFA

Chief Investment Officer and Member of the Executive Management Committee

Mr. Foreman has approximately 36 years of investment experience. Before joining Kayne Anderson Rudnick in 2011, Mr. Foreman was Director of Equities at HighMark Capital Management and before that he was Group Managing Director and Chief Investment Officer of U.S. equities at Trust Company of the West (TCW). He earned a B.S. in Marine Engineering from The U.S. Naval Academy and an M.B.A. from Harvard University. Mr. Foreman is a Chartered Financial Analyst charterholder.



Jon Christensen, CFA

Portfolio Manager and Senior Research Analyst with primary research responsibilities for the small and mid-capitalization health care sector

Before joining Kayne Anderson Rudnick in 2001, Mr. Christensen was a Portfolio Manager and Senior Research Analyst for Doheny Asset Management and has approximately 27 years of equity research experience. He earned a B.S. in Mathematics/Applied Science from the University of California, Los Angeles, and an M.B.A. from the California State University, Long Beach. Mr. Christensen is a Chartered Financial Analyst charterholder.



Craig Stone

Portfolio Manager and Senior Research Analyst with primary research responsibilities for the small and mid-capitalization industrials sector

Mr. Stone has approximately 33 years of equity research experience. Before joining Kayne Anderson Rudnick in 2000, Mr. Stone was a Portfolio Manager at Doheny Asset Management. He earned a B.S. in International Business from San Francisco State University and an M.B.A. from the University of Southern California.

Biographies

Mid Cap Core Team



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Investment Management



Todd Bailey, CFA

Senior Research Analyst with primary research responsibilities for the small and mid-capitalization communication services and energy sectors

Before joining Kayne Anderson Rudnick in 2002, Mr. Bailey worked as an Associate Analyst in equity research at Prudential Securities and before that was an Equity Research Associate at RNC Capital Management. He has approximately 23 years of equity research experience. Mr. Bailey earned a B.S. in Finance from Northern Arizona University and an M.B.A. from the University of Southern California. Mr. Bailey is a Chartered Financial Analyst charterholder.



Julie Biel, CFA

Senior Research Analyst with primary research responsibilities for the small and mid-capitalization information technology sector

Before joining Kayne Anderson Rudnick in 2013, Ms. Biel worked at Imperial Capital as an Equity Research Associate. Prior to business school, Ms. Biel was an Equity Research Associate at Merrill Lynch. She has approximately 14 years of equity research experience. Ms. Biel earned a B.A., in Economics and Psychology from New York University and an M.B.A. from the University of California, Los Angeles. Ms. Biel is a Chartered Financial Analyst charterholder.



Julie Kutasov

Senior Research Analyst with primary research responsibilities for the small and mid-capitalization materials and industrials sectors

Before joining Kayne Anderson Rudnick in 2001, Ms. Kutasov worked at Goldman Sachs in a program focused on investment management for high-net worth individuals and at Arthur Andersen as a Senior Associate leading teams that provided financial-audit and business-advisory services to a variety of clients in service-related industries. Ms. Kutasov holds a Certified Public Accountant license (currently inactive) in the state of California. She has approximately 21 years of equity research experience. Ms. Kutasov earned a B.A. in Business Economics from the University of California, Los Angeles, where she graduated summa cum laude, and an M.B.A. from Harvard Business School.



Chris Wright, CFA

Senior Research Analyst with primary research responsibilities for the financials and real estate sectors

Before joining Kayne Anderson Rudnick in 2012, Mr. Wright worked at Alvarez & Marsal as a Senior Associate in Turnarounds and Restructuring and at Houlihan Lokey Howard & Zukin as an Associate in the Investment Banking Financial Institutions Group. He has approximately 10 years of equity research experience. Mr. Wright earned a B.S.E., concentration in Finance, from the Wharton School at the University of Pennsylvania and an M.B.A. from the University of California, Los Angeles where he was selected for the Student Investment Fund. Mr. Wright is a Chartered Financial Analyst charterholder.



Sean Dixon

Research Analyst with primary research responsibilities for the small and mid-capitalization consumer discretionary and industrials sectors

Before joining Kayne Anderson Rudnick in 2018, Mr. Dixon worked as an analyst at Denver Investments, covering international small-cap stocks. Mr. Dixon has approximately 14 years of equity research experience. Mr. Dixon earned his bachelor's degree in finance from the University of Denver.



Adam Xiao, CFA

Research Analyst with primary research responsibilities for the small and mid-capitalization consumer staples, financials and industrials sectors

Before joining Kayne Anderson Rudnick in 2018, Mr. Xiao was with Diamond Hill Capital Management, where he was a senior associate covering telecommunications and networking equipment companies. He has approximately nine years of equity research experience. Mr. Xiao earned his B.A. in operations research and management science from UC Berkeley and his MBA from Columbia Business School. Mr. Xiao is a Chartered Financial Analyst charterholder.



Jordan Greenhouse

Managing Director - Senior Client Portfolio Manager

Before joining Kayne Anderson Rudnick in 2016, Mr. Greenhouse worked at Fidelity Investments for approximately 17 years in a variety of roles, most recently as a Regional Vice President in their Private Client Group. He also served as the Chief Operating Officer at Rady Asset Management. He has approximately 25 years of investment experience. Mr. Greenhouse earned a B.S. in Psychology from the University of Utah and an M.B.A. from the Johnson Graduate School of Management at Cornell University.



James B. May, CFA

Managing Director - Client Portfolio Manager

Prior to joining Kayne Anderson Rudnick in 2019, Mr. May worked as a product specialist covering domestic and international equity strategies at Virtus Investment Partners and as a senior portfolio manager and ETF specialist in the Global Structured Products Group at SSgA. He has approximately 33 years of investment experience. Mr. May earned a B.A. in Finance from Bentley University and an M.B.A. from Boston College. Mr. May is a CFA Charterholder and a member of the CFA Society Boston, Inc.



Jason Pomatto

Director - Client Portfolio Manager and Institutional Relationship Manager

Mr. Pomatto has approximately 28 years of experience in the investment management industry. Before joining Kayne Anderson Rudnick in 2021, Mr. Pomatto worked at bfinance U.S. for four years as Managing Director where he spearheaded the launch of the U.S. division for the investment consulting firm. Mr. Pomatto also worked at Driehaus Capital Management for 20 years in a variety of roles, most recently as Vice President Institutional Sales. Mr. Pomatto earned a B.S. in Finance from Northern Illinois University and his M.B.A. from Northwestern University, Kellogg School of Management.



Stephen A. Rigali, CFA

Executive Managing Director and Member of the Executive Management Committee

Mr. Rigali has approximately 43 years of experience in the investment management industry. Before joining Kayne Anderson Rudnick in 1991, Mr. Rigali was a Vice President at Shearson Lehman Brothers. Mr. Rigali earned a B.S. in Business and Economics from Loyola Marymount University. He is a Chartered Financial Analyst charterholder and a member of the CFA Society of Los Angeles, Inc.



Douglas S. Foreman, CFA

Chief Investment Officer and Member of the Executive Management Committee

Mr. Foreman has approximately 36 years of investment experience. Before joining Kayne Anderson Rudnick in 2011, Mr. Foreman was Director of Equities at HighMark Capital Management and before that he was Group Managing Director and Chief Investment Officer of U.S. equities at Trust Company of the West (TCW). He earned a B.S. in Marine Engineering from The U.S. Naval Academy and an M.B.A. from Harvard University. Mr. Foreman is a Chartered Financial Analyst charterholder.



Jeannine G. Vanian

Chief Operating Officer and Member of the Executive Management Committee

Ms. Vanian has approximately 35 years of experience in the investment management industry, including 33 years with Kayne Anderson Rudnick. Ms. Vanian attended The American University in Cairo, Egypt.

Disclosure

Mid Cap Core Portfolio



Kayne Anderson Rudnick
Investment Management

| Year | Composite Pure Gross Return* (%) | Composite Net Return (%) | Russell Midcap® 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) |
|------|----------------------------------|--------------------------|----------------------------------|----------------------------|----------------------------|-------------------------------------|------------------------|-------------------------|--------------------------------|---------------------------|
| 2011 | 4.29 | 2.95 | (1.55) | N/A | N/A | 100 | 6 | 0.70 | 25 | 5,232 |
| 2012 | 16.27 | 14.45 | 17.28 | 15.34 | 17.44 | 100 | 7 | 0.16 | 34 | 6,545 |
| 2013 | 28.48 | 27.15 | 34.76 | 12.48 | 14.23 | 100 | 6 | 0.28 | 12 | 7,841 |
| 2014 | 17.88 | 16.68 | 13.22 | 10.27 | 10.29 | 100 | 5 | 0.16 | 7 | 7,989 |
| 2015 | 3.87 | 2.73 | (2.44) | 11.94 | 11.00 | 100 | 5 | N/A | 7 | 8,095 |
| 2016 | 12.24 | 8.95 | 13.80 | 12.33 | 11.72 | 100 | 5 | 0.14 | 9 | 9,989 |
| 2017 | 26.60 | 22.92 | 18.52 | 10.79 | 10.51 | 100 | < 5 | N/A | 9 | 14,609 |
| 2018 | (3.24) | (6.11) | (9.06) | 11.37 | 12.15 | 100 | 6 | N/A | 15 | 17,840 |
| 2019 | 32.71 | 28.87 | 30.54 | 12.56 | 13.08 | 100 | < 5 | N/A | 20 | 25,685 |
| 2020 | 26.21 | 22.54 | 17.10 | 19.12 | 22.13 | 100 | < 5 | N/A | 18 | 39,582 |

*Pure gross returns are supplemental to net returns.

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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, 2020.

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 Mid Cap Core Wrap Composite has had a performance examination for the period from January 1, 2000 through December 31, 2020. The verification and performance examination reports are available upon request.

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The composite includes all discretionary Mid Cap Core Wrap Portfolios. Mid Cap Core Wrap Portfolios are invested in equity securities with market capitalizations consistent with the Russell Midcap® 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 Midcap® Index. The Russell Midcap® Index is a market capitalization-weighted index of the 800 smallest companies in the Russell 1000® Index, which comprises the 1,000 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 2000. 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 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. 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 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.