

International Small Cap Portfolio

First Quarter 2022

Market Review

International small cap stocks had a challenging start to 2022, with the MSCI All Country World ex. U.S. Small Cap Index down 6.4% in the first quarter.

The biggest news event in the first quarter was the Russian invasion of Ukraine. While Russia was an insignificant weight in our benchmark, the invasion had global implications. The most noticeable market impact was on energy prices. Energy prices globally had been rising for months prior to the invasion, but prices increased materially after the invasion, as Russia is the third largest energy producing country in the world. With many European countries reliant on Russia for their energy needs, these countries are seen as the most vulnerable. As a result, small cap stocks in Western Europe and the United Kingdom underperformed in the first quarter. On the other hand, with commodity prices increasing, small cap stocks in Latin America and Africa had positive returns.

Energy has been the best performing sector over the last year and that trend continued in the first quarter. The only other sector with positive performance during the quarter was materials. The health care, information technology, and consumer discretionary sectors underperformed.

Portfolio Review

We generally expect our portfolio to outperform the benchmark during challenging market conditions; however, several factors created headwinds for our portfolio in recent months.

The first and most salient portfolio impact was the Russian invasion of Ukraine. At the time of the invasion, we owned one Russian stock in the portfolio, Headhunter. Headhunter operates the largest online job portal in Russia. We believe it is a strong business, but obviously recent events have overwhelmed company-level considerations for all Russian companies. We began selling our shares in Headhunter after it became clear that Russia was going to invade Ukraine. We were not able to completely exit our position before trading was halted on February 28. We had a small position at that time, and we have been fair valuing this security since it was halted by NASDAQ.

In addition, we had relatively high exposure to companies indirectly impacted by the invasion. Our two largest portfolio detractors outside of Russia were Baltic Classifieds Group and Kaspi. Baltic Classifieds operates leading online classifieds platforms in Lithuania, Estonia, and Latvia. Kaspi operates the leading e-commerce and payments platform in Kazakhstan. Both stocks were down as these countries all have historical and, to varying degrees, current ties to Russia. While we expect minimal impact to Baltic Classifieds' business because of recent events, we believe the risks related to our investment in Kaspi have increased. Lastly, rising energy prices and dependence on Russian energy, in general has led to a worsening outlook for economies across Western Europe. Collectively, our exposure to these areas has had a negative impact on performance relative to the benchmark.

Finally, we have been experiencing a style rotation over the last several months that has not favored the types of companies that we tend to own. We like to think of ourselves as investors in high-quality businesses, and don't spend much time worrying about the distinction between so-called "growth" and "value" stocks. With that said, it is fair to say that quality companies tend to have higher returns on equity and therefore higher price-to-book ratios, higher price-to-earnings ratios, and overall higher growth in revenues and earnings. With the recent surge in inflation and interest rates, these types of stocks have been out of favor. As an indication of the performance discrepancy, the MSCI All Country World ex U.S. Small Cap Value Index outperformed the MSCI All Country World ex U.S. Small Cap Growth Index by 7.7% in the first quarter.

Our recent performance has been disappointing. Part of our underperformance in the first quarter was simply getting the analysis on Russia wrong. We spent a great deal of time assessing the risks, and ultimately concluded a full-scale invasion of Ukraine was highly unlikely. Obviously, that conclusion was wrong. This has likely led to what we always strive to avoid, which is permanent loss of capital. We do not take this lightly. Our future analysis of potential macro-related risks will undoubtedly be informed by this experience and likely be more stringent.

It is also true that much of our recent underperformance has been driven by normal vagaries of the market. The market favoring certain sectors, types of stocks, or geographies over short, or even extended periods is not something new. As investors that are willing to look different than the benchmark, this has led to periods of underperformance for our strategy. This is not something we seek to avoid. We have found that over time, the performance of the companies we own will drive our relative performance. Our focus continues to be owning the best businesses we can find around the world. With recent market dislocations, we are seeing more opportunities to own these types of businesses at valuations that we believe will generate attractive future returns.

Highest and Lowest Contributors

Highest Contributors	Lowest Contributors
Boa Vista Servicos	Headhunter
Pason Systems	Baltic Classifieds
Sabre Insurance Group	Kaspi
Computer Modeling Group	Victorian Plumbing
freee	FINEOS

Purchases and Sales

New Purchases	Complete Sales
Atled	Mercari
freee	Redbubble
Sarana Manara	Webstep

Portfolio Highlights

Style: Small Cap
Index: MSCI® ACWI ex. U.S. Small Cap Index
Portfolio Inception: 2012
Portfolio Assets: \$514.9 M*
Portfolio Turnover: 25%–35%
Number of Holdings: 30-60

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 MSCI® ACWI ex. U.S. Small Cap Index
- To achieve this return objective with a portfolio that exhibits lower overall risk characteristics

Investment Management Team

Name	Years of research experience
Douglas S. Foreman, CFA Chief Investment Officer	36
Hyung Kim Portfolio Manager + Senior Research Analyst	18
Craig Thrasher, CFA Portfolio Manager + Senior Research Analyst	18
Ekaterina Advena Research Analyst	13
David Forward Research Analyst	8
Sean Pompa, CFA Research Analyst	7

Top 10 Holdings

As of March 31, 2022

Company	Country	Percent of equity (%)
Mortgage Advice Bureau	United Kingdom	4.0
Rightmove	United Kingdom	3.7
Auto Trader	United Kingdom	3.7
Vivo Energy	United Kingdom	3.7
Bouvet	Norway	3.5
Alten	France	3.5
Haw Par	Singapore	3.5
Haitian International	Hong Kong	3.3
CAE	Canada	3.2
Boa Vista Servicos	Brazil	3.1
Total		35.3

*Figures in USD.

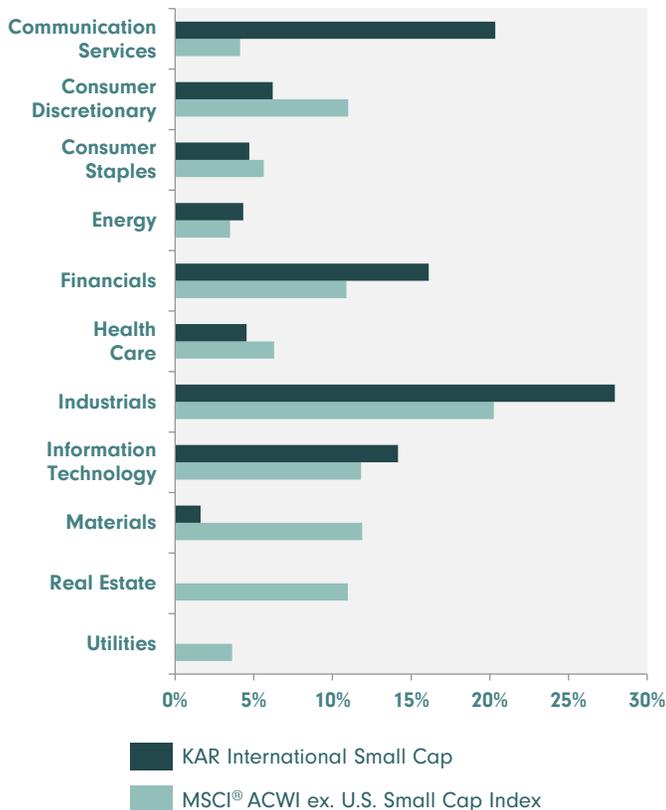
This report is based on the assumptions and analysis made and believed to be reasonable by Advisor. However, no assurance can be given that Advisor's opinions or expectations will be correct. This report is intended for informational purposes only and should be not considered a recommendation or solicitation to purchase securities. A complete listing 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. Data is obtained by 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.**

Investment Process: Discovering Quality

Development of High-Quality Universe	Proprietary Fundamental Research	Portfolio Construction	Sell Discipline
Quantitative Screens <ul style="list-style-type: none"> High return on capital over a full economic cycle Long and resilient earnings history High return on net operating assets Minimal debt Other Resources <ul style="list-style-type: none"> Research on existing portfolio holdings Meetings with companies Industry reviews Investment conferences Third-party research 	Qualitative Analysis <ul style="list-style-type: none"> Evaluate sustainability of business model and assess management's ability to direct capital where it can create further control of its market Financial Analysis <ul style="list-style-type: none"> Evaluate basis for profitability, long-term growth potential, and ability to allocate capital appropriately Valuation Analysis <ul style="list-style-type: none"> Determine the current and potential value of the business 	Position Weights <ul style="list-style-type: none"> Maximum initial position size is 5% (at cost) Maximum position size is 10% (at market) Sector and Geographic Tolerances <ul style="list-style-type: none"> Seek broad diversification, but no sector constraints Holding Period <ul style="list-style-type: none"> Typically 3-to-5 years Portfolio turnover is 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% 	Extended Valuation Portfolio Upgrade Acquisition Activity Negative Company or Industry Changes
Higher Quality Stronger, More Consistent Growth Better Value			

Sector Diversification

As of March 31, 2022



A complete listing 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 by FactSet Research Systems and is assumed to be reliable.

Portfolio Characteristics

As of March 31, 2022

	KAR International Small Cap	MSCI® ACWI ex. U.S. Small Cap Index
Quality		
Return on Equity—Past 5 Years	25.3%	10.7%
Total Debt/EBITDA	1.2 x	5.5 x
Interest Expense Coverage	7.0 x	4.1 x
Growth		
Earnings Per Share Growth—Past 5 Years	6.2%	7.1%
Earnings Per Share Growth—Past 10 Years	10.0%	6.9%
Dividend Per Share Growth—Past 5 Years	7.8%	5.5%
Dividend Per Share Growth—Past 10 Years	9.7%	6.6%
Value		
P/E Ratio—Trailing 12 Months	19.9 x	16.5 x
Dividend Yield	2.4%	2.6%
Market Characteristics		
\$ Weighted Average Market Cap	\$2.9 B	\$2.7 B
Largest Market Cap	\$13.0 B	\$9.3 B*

* Number is from MSCI factsheet as of March 31, 2022.

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.

International Small Cap Portfolio

First Quarter 2022

Developed vs. Emerging Markets

As of March 31, 2022

	Percent of equity (%)
Developed Markets	77.9
Emerging Markets	22.1
Total	100.0

Geographical Exposure

As of March 31, 2022



Historical Returns

	KAR International Small Cap (gross)	KAR International Small Cap (net) [†]	MSCI ACWI ex. U.S. Small Cap Index
Annualized Returns (%)[†]			
As of March 31, 2022			
1 st Quarter	(15.90)	(16.13)	(6.51)
One Year	(8.34)	(9.26)	0.03
Three Years	10.26	9.17	10.22
Five Years	11.16	10.06	7.89
Seven Years	11.67	10.57	7.24
Ten Years	12.50	11.39	7.28
Inception*	13.57	12.46	8.50
Annual Returns (%)			
2021	9.70	8.62	12.92
2020	25.94	24.70	14.24
2019	29.47	28.21	22.42
2018	(5.33)	(6.28)	(18.20)
2017	30.29	29.02	31.65
2016	22.81	21.61	3.91
2015	(0.28)	(1.25)	2.60
2014	(1.92)	(2.91)	(4.03)
2013	32.42	31.16	19.73
2012	24.87	23.66	18.52

*January 1, 2012

[†]All periods less than one year are total returns and are not annualized. Returns are preliminary.

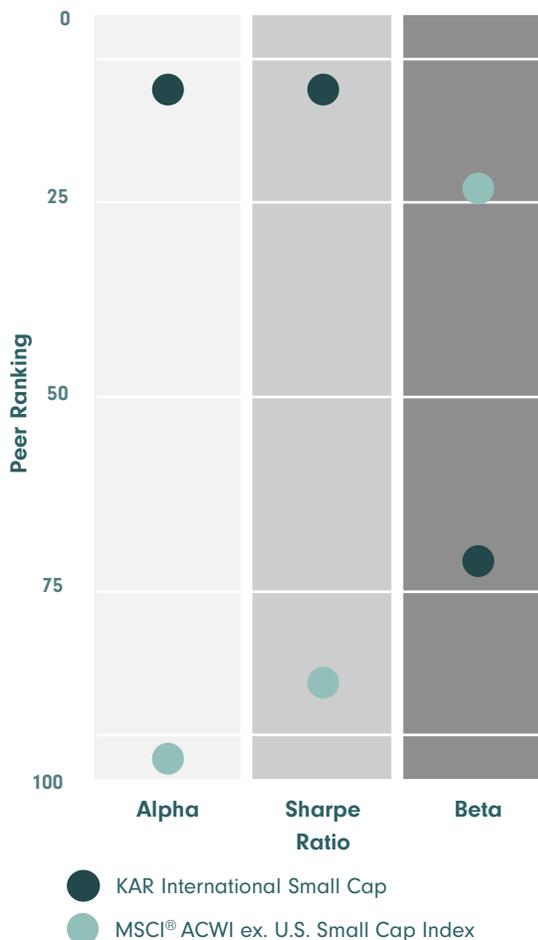
[‡]Net of all fees and expenses. Assumes a 1% annual fee. Fees presented on the Disclosure page could vary from the assumed fee in the net-of-fee calculation, as actual fees paid by a particular client account differ depending on a variety of factors including, but not limited to, business unit and size of mandate. The fee used on the Disclosure page utilizes an assumed maximum fee across the firm's business units, which is further detailed on that page.

[§]Performance statistics are based on gross of fee returns.

This material is deemed supplemental and complements the performance and disclosure at the end of this presentation. Returns of the Kayne Anderson Rudnick composite are preliminary. Returns could be reduced, or losses incurred, due to currency fluctuations. For further details on the composite, please see the disclosure statement in this presentation. The ACWI ex. U.S. Small Cap Universe includes all managers categorized in the ACWI ex. U.S. small cap asset class by eVestment. 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 Chart

Inception* to March 31, 2022



Performance Statistics

Inception* to March 31, 2022

	KAR International Small Cap [§]	MSCI ACWI ex. U.S. Small Cap Index
Alpha	5.35	0.00
Upside Capture %	107.13	100.00
Sharpe Ratio	0.85	0.52
Information Ratio	0.85	N/A
Beta	0.93	1.00
Downside Capture %	81.58	100.00

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Disclosure

Year	Composite Gross Return (%)	Composite Net Return (%)	MSCI® ACWI ex. U.S.A. Small Cap Index (net) Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Number of Accounts	Internal Dispersion (%)	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2012	24.87	23.66	18.52	N/A	N/A	< 5	N/A	4	6,545
2013	32.42	31.16	19.73	N/A	N/A	< 5	N/A	43	7,841
2014	(1.92)	(2.91)	(4.03)	11.99	13.33	< 5	N/A	42	7,989
2015	(0.28)	(1.25)	2.60	12.02	11.49	< 5	N/A	46	8,095
2016	22.81	21.61	3.91	13.26	12.31	< 5	N/A	55	9,989
2017	30.29	29.02	31.65	13.01	11.69	< 5	N/A	324	14,609
2018	(5.33)	(6.28)	(18.20)	12.39	12.52	< 5	N/A	905	17,840
2019	29.47	28.21	22.42	10.78	11.77	< 5	N/A	2,112	25,685
2020	25.94	24.70	14.24	20.34	21.28	5	N/A	2,788	39,582

The MSCI® ACWI ex. U.S.A. Small Cap Index is a trademark/service mark of MSCI®. MSCI® is a trademark of MSCI Inc.

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 International Small Cap Composite has had a performance examination for the period from January 1, 2012 through December 31, 2020. 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 institutional and pooled International Small Cap Portfolios. International Small Cap Portfolios are invested in equity securities with market capitalizations in line with the MSCI® ACWI ex. U.S.A. Small Cap 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 MSCI® ACWI ex U.S.A. Small Cap Index (net). The MSCI® ACWI ex. U.S.A. Small Cap Index is a market capitalization-weighted index of small-capitalization stocks of the MSCI® Global Investable Market Indices Universe, excluding U.S. companies. The index is calculated on a total-return basis with dividends reinvested, net of withholding taxes. Benchmark returns are not covered by the report of the independent verifiers. The inception date of the composite is January 2012. The composite was created in January 2012. 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.

The standard management fee schedule currently

in effect is as follows: 1.00% for the first \$100 million; 0.90% on the balance. 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. Returns are presented net of withholding taxes and net of transaction fees and include the reinvestment of all income. Gross returns will be reduced by investment management fees and other expenses that may be incurred in the management of the account. Model net returns have been calculated by deducting 1/12th of the highest tier of the standard management fee schedule in effect for the respective period from the gross composite returns on a monthly basis.

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 gross returns) and the benchmark for the 36-month period, is not presented for periods prior to 2014 because 36 monthly composite returns are not available.