

Small-Mid Cap Quality Value Portfolio

Second Quarter 2022

Portfolio Review

The Small-Mid Cap Quality Value portfolio outperformed the Russell 2500 Value Index in the second quarter. Good stock selection in financials and consumer staples contributed positively to performance. An underweight in utilities and energy detracted from performance.

The biggest contributors to performance during the quarter were National Beverage and MGM Growth Properties.

- National Beverage raised average selling prices to combat inflation, which helped the company's shares to perform well during the quarter.
- In August 2021, MGM Growth Properties agreed to be acquired by a competitor. We believe our investment in MGM Growth Properties has been a robust one, especially given that the company was well-protected during the pandemic with continuation of dividend payments even while many of its Las Vegas properties were forced to temporarily shut down.
- Other top contributors included CDK Global, WD-40, and W. R. Berkley.

The biggest detractors to performance were Scotts Miracle-Gro and Zebra Technologies.

- Scotts Miracle-Gro's shares lagged due to higher-than-expected inflation costs outpacing significant pricing actions. In early June, management reduced the company's annual sales and earnings outlook because of a lower-than-anticipated level of order replenishment by retailers. In addition, cannabis oversupply issues continue to weigh on the outlook for Hawthorne, the company's hydroponics division.
- Investors sold shares of Zebra Technologies during the quarter as the company's stock was caught among a sector rotation away from technology.
- Other bottom contributors included The Cheesecake Factory, TransUnion, and Teradyne.

Purchases and Sales

During the quarter, there were no new purchases or complete sales from the portfolio.

Outlook

Signs of an economic slowdown and/or a recession are becoming increasingly obvious. Starting with the consumer (70% of gross domestic product), we have seen material retail sales shortfalls at large retailers and consumer confidence has hit 40-year lows. New orders for the Purchasing Managers' Index have fallen below 50, which signals contraction. Raw materials, such as copper, aluminum, nickel, and zinc, have already experienced significant declines in price in the second quarter. Even the strongest sectors (oil and semiconductors) started to show significant weakness late in the quarter. This may suggest that the U.S. is already in at least a technical recession (two consecutive quarters of negative GDP), and the Fed may be closer than investors realize to bringing inflation under control. Regardless, we believe valuations have become attractive longer term. Many stocks have declined off their highs, and speculation in IPOs, SPACs, and meme stocks is non-existent which makes for a more favorable long-term investing environment. In our view, quality companies have started to perform better on a relative basis given the slowing environment and flattening yield curve.

Portfolio Highlights

Style: Small-Mid Cap
Sub-Style: Value
Index: Russell 2500™ Value
Portfolio Inception: 2008
Portfolio Assets: \$539.1 M*
Portfolio Turnover: 25%–35%

Investment Management Team

Name	Years of research experience
Douglas S. Foreman, CFA Chief Investment Officer	36
Julie Kutasov Portfolio Manager + Senior Research Analyst	21
Craig Stone Portfolio Manager + Senior Research Analyst	33
Todd Beiley, CFA Senior Research Analyst	23
Julie Biel, CFA Senior Research Analyst	14
Jon Christensen, CFA Senior Research Analyst	27
Chris Wright, CFA Senior Research Analyst	10
Sean Dixon Research Analyst	14
Arthur Su, CFA Research Analyst	7
Adam Xiao, CFA Research Analyst	9

Top Five Holdings

As of June 30, 2022

Company	Percent of equity (%)
W. R. Berkley	6.4
Jack Henry & Associates	4.9
Terminix Global Holdings	4.7
RBC Bearings	4.3
VICI Properties	4.2
Total	24.4

* 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.**

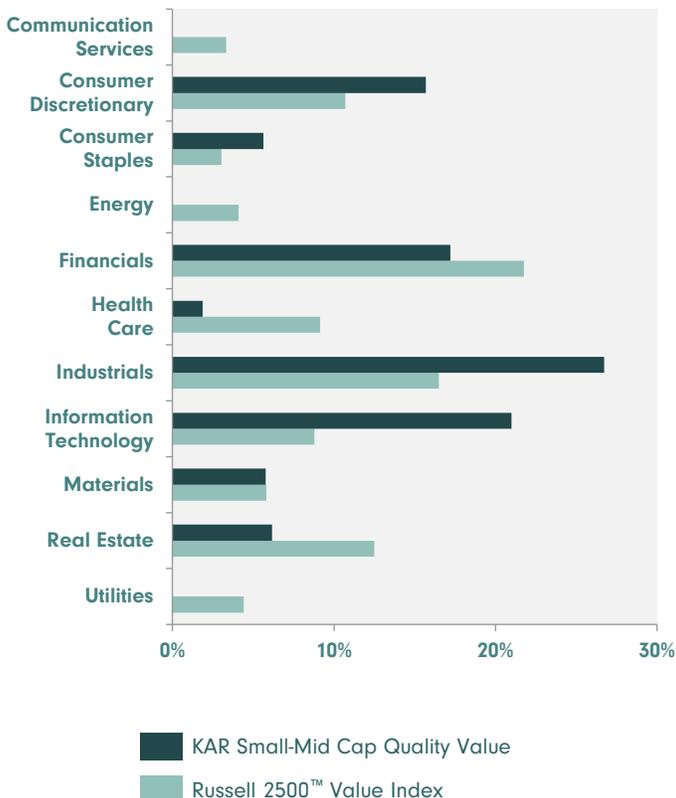
Investment Process: Discovering Quality

Development of High-Quality Universe	Proprietary Fundamental Research	Portfolio Construction	Sell Discipline
<p>Quantitative Screens</p> <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 <p>Other Resources</p> <ul style="list-style-type: none"> Research on existing portfolio holdings Meetings with companies Industry reviews Investment conferences Third-party research 	<p>Qualitative Analysis</p> <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 <p>Financial Analysis</p> <ul style="list-style-type: none"> Evaluate basis for profitability, long-term growth potential, and ability to allocate capital appropriately <p>Valuation Analysis</p> <ul style="list-style-type: none"> Determine the current and potential value of the business 	<p>Position Weights</p> <ul style="list-style-type: none"> Maximum initial position size is 5% (at cost) Maximum position size is 10% (at market) <p>Sector Tolerances</p> <ul style="list-style-type: none"> Seek broad diversification, but no sector constraints <p>Non-U.S. Holdings</p> <ul style="list-style-type: none"> Up to 20% <p>Holding Period</p> <ul style="list-style-type: none"> Typically 3-to-5 years, but is often longer Portfolio turnover is typically 25% to 35% <p>Cash Levels</p> <ul style="list-style-type: none"> Typically will not exceed 10% once a portfolio is fully invested; review by CIO triggered if over 10% 	<p>Extended Valuation</p> <p>Portfolio Upgrade</p> <p>Acquisition Activity</p> <p>Negative Company or Industry Changes</p>

Higher Quality | Stronger, More Consistent Growth | Better Value

Sector Diversification

As of June 30, 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 June 30, 2022

	KAR Small-Mid Cap Quality Value	Russell 2500™ Value Index
Quality		
Return on Equity—Past 5 Years	26.4%	11.2%
Total Debt/EBITDA	2.3 x	4.8 x
Earnings Variability—Past 10 Years	30.7%	76.2%
Growth		
Earnings Per Share Growth—Past 5 Years	7.7%	11.8%
Earnings Per Share Growth—Past 10 Years	10.2%	8.3%
Dividend Per Share Growth—Past 5 Years	9.3%	3.7%
Dividend Per Share Growth—Past 10 Years	11.6%	7.9%
Capital Generation—{ROE x (1-Payout)}	17.3%	7.8%
Value		
P/E Ratio—Trailing 12 Months	18.8 x	16.6 x
Dividend Yield	1.4%	2.0%
Free Cash Flow Yield*	4.5%	3.6%
Market Characteristics		
\$ Weighted Average Market Cap—3-Year Avg.	\$9.7 B	\$6.1 B
Largest Market Cap—3-Year Avg.	\$31.7 B	\$22.8 B
Annualized Standard Deviation—Since Inception†	17.5%	19.9%

*Free cash flow data is as of March 31, 2022. Prices are as of June 30, 2022. Excludes financials.

†January 1, 2008

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.

Small-Mid Cap Quality Value Portfolio

Second Quarter 2022

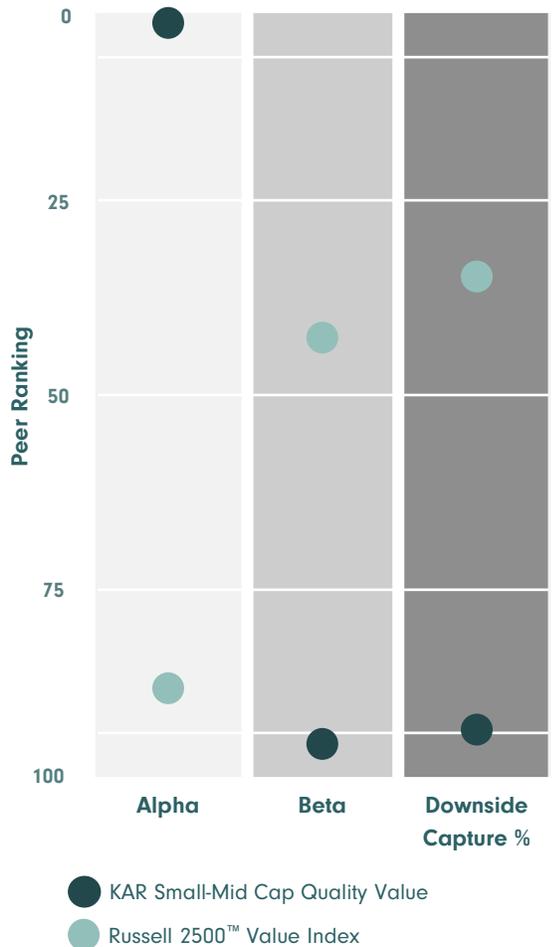
Strong Risk-Adjusted Returns

Inception* to June 30, 2022



Peer Comparison Chart

Inception* to June 30, 2022



Historical Returns

	KAR Small-Mid Cap Quality Value (gross)	KAR Small-Mid Cap Quality Value (net) [†]	Russell 2500 [™] Value Index
Annualized Returns (%)[†]			
As of June 30, 2022			
2 nd Quarter	(10.80)	(11.03)	(15.39)
Year to Date	(21.19)	(21.60)	(16.66)
One Year	(16.83)	(17.67)	(13.19)
Three Years	9.39	8.31	6.19
Five Years	9.15	8.07	5.54
Seven Years	9.69	8.60	6.49
Ten Years	12.03	10.92	9.54
Inception*	11.33	10.23	7.40

	KAR Small-Mid Cap Quality Value (gross)	KAR Small-Mid Cap Quality Value (net) [†]	Russell 2500 [™] Value Index
Annual Returns (%)			
2021	22.18	20.98	27.78
2020	24.69	23.47	4.88
2019	33.20	31.90	23.56
2018	(11.97)	(12.86)	(12.36)
2017	18.43	17.27	10.36
2016	19.69	18.51	25.20
2015	(0.58)	(1.57)	(5.49)
2014	8.88	7.80	7.11
2013	36.30	34.98	33.32
2012	11.01	9.91	19.21
2011	7.40	6.34	(3.36)
2010	25.83	24.60	24.82
2009	32.51	31.22	27.68
2008	(18.99)	(19.81)	(31.99)

*January 1, 2008

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

[‡]Net of all fees and expenses. Assumes a 0.90% 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 and gross of fees unless otherwise specified. For further details on the composite, please see the disclosure statement in this presentation. The Small-Mid Cap Value Universe includes all managers categorized in the small-mid cap value 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.

Performance Statistics

Inception* to June 30, 2022

	KAR Small-Mid Cap Quality Value [§]	Russell 2500 [™] Value Index
Annualized Standard Deviation	17.51	19.94
Alpha	4.71	0.00
Beta	0.83	1.00
Sharpe Ratio	0.62	0.34
R-Squared	88.81	100.00

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Second Quarter 2022

Disclosure

Year	Composite Gross Return (%)	Composite Net Return (%)	Russell 2500™ Value Index Return (%)	Composite 3-Yr Std Dev (%)	Benchmark 3-Yr Std Dev (%)	Number of Accounts	Internal Dispersion (%)	Composite Assets (\$ Millions)	Firm Assets (\$ Millions)
2011	7.40	6.34	(3.36)	20.07	24.57	< 5	N/A	1	5,232
2012	11.01	9.91	19.21	13.97	18.67	< 5	N/A	85	6,545
2013	36.30	34.98	33.32	12.01	15.29	6	0.13	138	7,841
2014	8.88	7.80	7.11	10.65	11.41	12	0.09	140	7,989
2015	(0.58)	(1.57)	(5.49)	12.25	12.19	17	0.05	371	8,095
2016	19.69	18.51	25.20	12.24	13.36	22	0.24	395	9,989
2017	18.43	17.27	10.36	10.88	11.98	49	0.45	427	14,609
2018	(11.97)	(12.86)	(12.36)	12.93	13.77	36	0.40	162	17,840
2019	33.20	31.90	23.56	13.84	14.43	22	0.12	183	25,685
2020	24.69	23.47	4.88	22.40	25.40	20	0.25	143	39,582

The Russell 2500™ Value 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, 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 Small-Mid Cap Quality Value 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 is defined as all fully discretionary institutional and pooled Small-Mid Cap Quality Value Portfolios (including cash) under management for at least one full quarter. Small-Mid Cap Quality Value Portfolios are invested in equity securities with market capitalizations consistent with the Russell 2500™ Value 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 2500™ Value Index. The Russell 2500™ Value Index is a market capitalization-weighted index of value-oriented stocks of the 2,500 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 2008. The composite was created in June 2008. 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.

As of January 1, 2011, the composite was redefined to include both institutional and mutual fund [or pooled] accounts. Previously, only institutional accounts were included.

The model management fee used for the net returns in this table is 1.00% for all periods presented. The standard Institutional fee schedule in effect is as follows: 0.90% for the first \$25 million; 0.80% on the next \$25 million; 0.75% on the next \$50 million; 0.60% on the

balance. The maximum Wealth Advisory Services Fee in effect is 1.30% for all assets, which breaks out as follows: 1.00% for the first \$3 million; 0.80% on the next \$2 million; 0.70% on the next \$5 million; 0.60% on the balance; with an additional 0.30% for any assets invested in separately managed accounts strategies. The standard investment advisory fee schedule currently in effect for clients not engaging in Wealth Advisory Services is 1.00%. 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. Returns are presented 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 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 measures the variability of the composite (using gross returns) and the benchmark for the 36-month period.